



CITY OF CARPINTERIA CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2020



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Cover Photos: Lea Boyd
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CITY OF CARPINTERIA CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

PREPARED BY THE ADMINISTRATIVE SERVICES DEPARTMENT
LICETTE MALDONADO, ADMINISTRATIVE SERVICES DIRECTOR



CITY OF CARPINTERIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
June 30, 2020

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City of Carpinteria

Administrative Services Department

5775 Carpinteria Avenue
Carpinteria, California 93013
805-684-5405

February 8, 2021

Honorable Mayor, Members of the City Council, and Citizens of the City of Carpinteria, California:

State law requires all general-purpose local governments, within six months of the close of each fiscal year, to publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, the City of Carpinteria (City) is pleased to submit its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2020.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on comprehensive framework of internal control that it has established for this purpose. Because 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.

While traditionally addressed to the City Council, this report is also intended to provide relevant financial information to the citizens of the City of Carpinteria, City staff, creditors, investors and other concerned readers. We encourage all readers to contact the Administrative Services Department with any questions or comments concerning this report.

Moss, Levy & Hartzheim, LLP, Certified Public Accountants, has issued an unmodified (“clean”) opinion on the City of Carpinteria’s financial statements for the fiscal year ended June 30, 2020. The independent auditor’s report is located at the front of the financial section of this report

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

PROFILE OF THE GOVERNMENT

The City of Carpinteria is a general law city incorporated in 1965. The City is located in Santa Barbara County on the Central Coast of California about 100 miles north of Los Angeles. The City is within about ten minutes drive time to the downtown area of the City of Santa Barbara and is a part of a coastal region visited annually by substantial numbers of tourists seeking to enjoy the area's moderate climate, beaches, active recreational opportunities, fine restaurants, and the relaxing atmosphere unique to coastal communities.

The City currently has an estimated population of 16,702 individuals and most of the City is residential. The City's population has experienced a growth of 2.2 percent from prior year. New development occurs primarily through small infill projects as major commercial and industrial development is constrained by available land, and policies and regulations intended to preserve and protect coastal resources.

City of Carpinteria
Letter of Transmittal
For the Fiscal Year Ended June 30, 2020

The City operates under a council-manager form of government. Policy making and legislative authority are vested in the City Council consisting of five members elected at-large to four-year staggered terms. The Council is responsible, among other matters, for passing ordinances, adopting the City budget, appointing committees, and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the City Council, appointing other employees and otherwise managing daily operations of the City.

The City provides a range of municipal services including law enforcement, land use and development review and permitting; construction and maintenance of City streets, storm drains, bridges and similar infrastructure type assets; park maintenance and recreation programs.

The City's annual budget serves as the foundation for the City of Carpinteria's financial planning and control system. All departments of the City submit requests for appropriations to the City Manager each year. The City Manager uses these requests as a starting point for developing a proposed budget and presents a proposed budget to the City Council. The Council considers and adopts the budget at public meetings in June. The budget is adopted by fund, function, department and object. The Council periodically reviews the City's actual financial activity in relationship to the original budget, and, as necessary, amends the original budget to reflect changing conditions.

The General Fund, the Capital Improvements Fund, the Measure A Fund and the Revolving Fund, all deemed major funds under the reporting standards, are presented as Required Supplementary Information in a separate section of this report immediately following the notes to the financial statements. For the City's other governmental-type funds, a budget to actual comparison schedule is presented as optional information in the section of this report containing combining financial statements and individual fund schedules.

LOCAL ECONOMY

The City is located in a beautiful area of the Central Coast and the City limits encompass beaches on the Pacific Ocean. Several lodging establishments, fine restaurants, a downtown with shops reflecting an attractive and enjoyable small-town environment, are within walking distance of the City's beaches. About 84 percent of the City's general fund revenues come from the local hotel bed tax, sales tax revenues, franchise fees and local property taxes. In fiscal year 2020, the City experienced a 22.7% increase, about \$2.6 million, in its general fund revenues. These increases occurred in several major revenue categories including sales tax, estimated at \$2.1 million, property tax, estimated at \$221 thousand, franchise fees, estimated at \$145 thousand, and interest earnings, estimated at \$196 thousand. These were partially offset by declining revenue from transient occupancy taxes (local hotel bed tax), estimated at \$613 thousand, and charges for services, estimated at \$214 thousand. Due to the novel coronavirus, COVID-19 global pandemic, state and local agencies, including the County of Santa Barbara and the City of Carpinteria, have declared states of emergency and implemented a variety of health protection measures that impacted tourism and restricted business operations. The stay-at-home orders, which include postponing or cancelling non-essential gatherings intended to protect all individuals and to slow further spread of COVID-19, were the primary reason for the decrease in local hotel bed taxes and charges for services and declines are expected to continue into fiscal year 2021 with the pandemic.

LONG-TERM FINANCIAL PLANNING AND MAJOR INITIATIVES

In 2017 the City adopted a Five-Year Financial Plan that quantified revenue shortfalls in the context of the City’s service demands and has served as a guide for the City’s major initiatives. In 2018, the City took several actions to implement the plan including creating a Revenue Policy change, establishing a Pension Trust Fund and requesting voter approval of a revenue increase. Voters approved the local sales tax measure in 2018, which became effective April 1, 2019. The new sales tax revenue is generating just over \$2 million annually and has helped to address the funding gap identified in the Plan. In addition to this revenue, the City also has about \$1.9 million in the Capital Improvements Fund, \$2.2 million in the Measure A Fund, \$343 thousand in the Road Maintenance Rehabilitation Fund, and \$131 thousand in the Measure D Transportation Fund. These monies will specifically be used for future projects, mainly street infrastructure.

The City has identified \$303 million in its Capital Improvement Program to be completed over the next 20 years. These include about \$33.5 million for alternative transportation, \$15.6 million for general facilities, \$208 million for Highway 101 interchanges and bridges, \$3.1 million for parking facilities, \$9.6 million for parks and recreation facilities, \$20.3 million for storm drain facilities, \$12.5 million for streets and thoroughfares, and \$525 thousand for traffic control facilities.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Carpinteria for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2019. In order to receive this award, the City published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a one-year period only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

I wish to acknowledge the excellent participation and professional contribution of the finance staff in the preparation of this document, in particular Senior Financial Analyst, Ashley Chaparro and Accounting Technician, Alexiss Martinez. I would also like to express my appreciation to all departments within the City who provided assistance and support.

Sincere appreciation is also expressed to the City Manager, Dave Durflinger, and the members of the City Council for their support in planning and conducting the financial operations of the City of Carpinteria in a responsible and progressive manner.

Sincerely,

Licette Maldonado

Licette Maldonado
Administrative Services Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Carpinteria
California**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

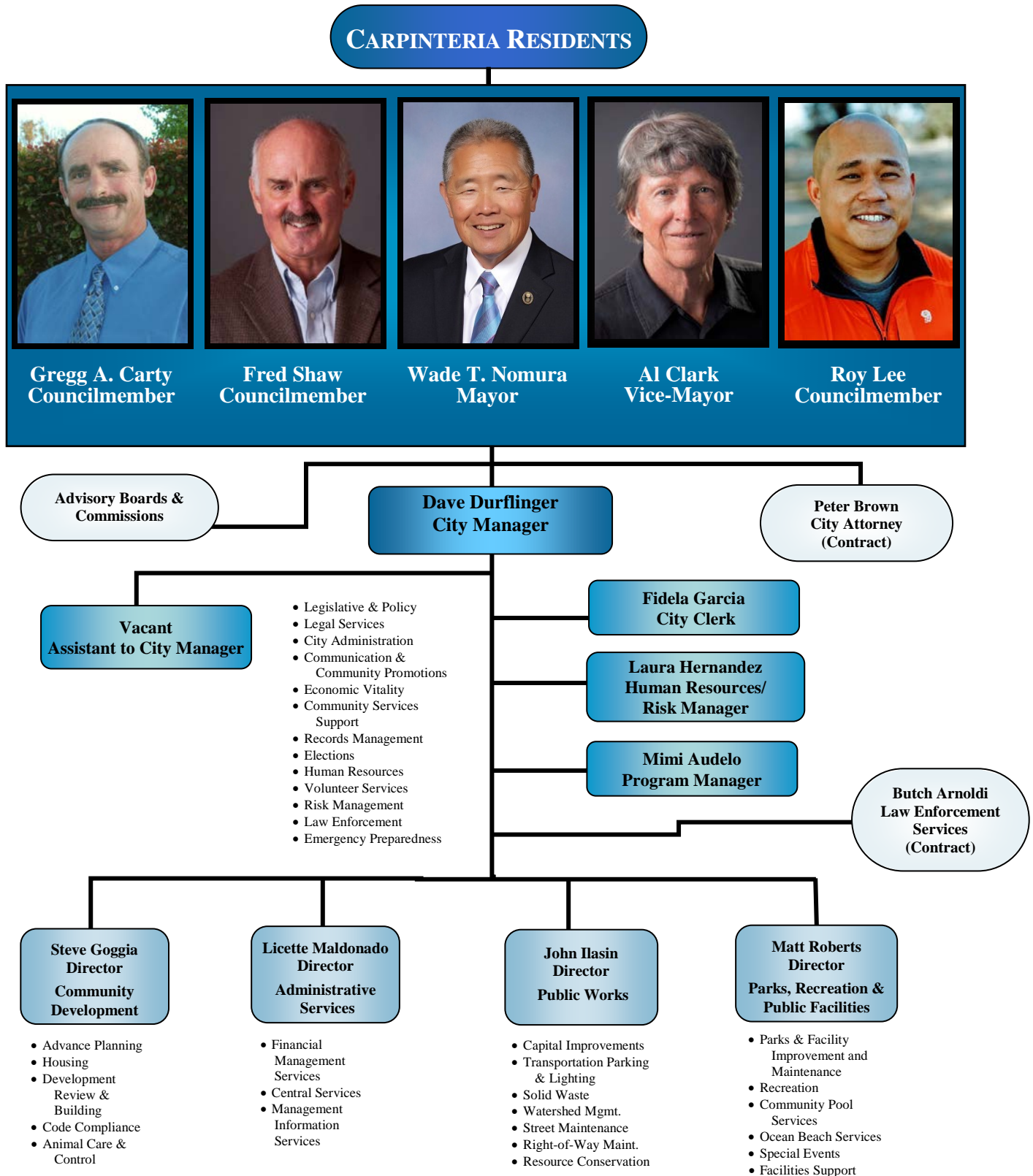
June 30, 2019

Christopher P. Morill

Executive Director/CEO

CITY OF CARPINTERIA

ORGANIZATIONAL STRUCTURE AND DIRECTORY OF CITY OFFICIALS





INDEPENDENT AUDITORS' REPORT

City Council of the City of Carpinteria
Carpinteria, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Carpinteria, as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Carpinteria, as of June 30, 2020, and the respective changes in financial position, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As more fully described in Note 6 to the financial statements, the City may be materially impacted by the outbreak of the novel coronavirus (COVID-19), which was declared a global pandemic by the World Health Organization in March 2020.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on

pages 16 through 27, the budgetary information on pages 62 through 63, the schedule of proportionate share of net pension liability and related ratios on page 64, the schedule of pension contributions on page 65, the schedule of changes in OPEB liability and related ratios on page 66, and the schedule of OPEB contributions on page 67 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires 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 of Carpinteria's basic financial statements. The introductory section, statistical section, and the combining nonmajor fund financial statements and nonmajor fund schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 8, 2021, on our consideration of the City of Carpinteria's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Moss, Levy & Hartzheim LLP

Santa Maria, California
February 8, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Carpinteria
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2020

This analysis of the City of Carpinteria's (City) financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2020. It is intended to be read in conjunction with the accompanying transmittal letter, the basic financial statements, and the accompanying notes to those financial statements.

A. FINANCIAL HIGHLIGHTS

- ◆ At June 30, 2020, the City's net position (excess of assets and deferred outflows over liabilities and deferred inflows) was \$36.6 million. Unrestricted Net Position reported a position of \$1.6 million due to the changes in assumption of Government Accounting Board (GASB) Statement 75 (see Other Information Note 4, Section E Other Post-Employment Benefits).
- ◆ Revenue from all governmental activities of \$22.0 million increased by \$5.6 million, or 34.2%, compared to prior fiscal year. Program revenues increased by \$574 thousand, or 14.1% and general revenue increased by \$5.0 million, or 40.8%. This was primarily due City Hall Remediation & Remodel insurance reimbursement and a full fiscal year of Measure X local sales and use transaction tax revenue.
- ◆ Expenses for all governmental activities of \$15.1 million increased by \$826 thousand, or 5.8%, compared to prior fiscal year. General Government increased by \$560 thousand, or 8.8%, Public Works and Streets decreased by \$192 thousand, or 7.6%, and Parks and Recreation increased by \$90 thousand, or 5.9%. The City's total net position therefore increased by \$7.1 million, or 24.0%, over the course of this year's operations after conducting all City operations and programs.
- ◆ The City's governmental funds reported a combined ending fund balance of \$17.1 million, which is an increase of \$1.8 million compared to prior fiscal year. The ending fund balance is primarily identified as: \$30 thousand Nonspendable (0.2%), \$10.5 million Restricted (61.3%), \$6.1 million Committed (35.3%) and \$513 thousand Unassigned (3.0%).
- ◆ At the end of the 2019/20 fiscal year, Unrestricted Fund Balance (which includes Committed and Unassigned components of fund balance) in the General Fund totaled \$6.6 million, or 61.4%, that was available for ongoing operations. When adjusted for the committed component of the general fund balance, the amount available for ongoing operations at the discretion of the City is reduced to \$544 thousand, or 5.0%.
- ◆ Prior period adjustment was made in the 2019/20 fiscal year in the amount of \$249 thousand to correct prior year interest payments to Revolving Fund and to record loan receivable in the Housing Fund in prior fiscal years (see Prior Period Adjustment Note 5).

B. OVERVIEW OF FINANCIAL STATEMENTS

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

City of Carpinteria
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2020

B. OVERVIEW OF FINANCIAL STATEMENTS, Continued

The basic financial statements include the City (primary government) and all legally separate entities (component units) for which the government is financially accountable. The City's component unit consists of the following: Carpinteria Public Improvement Corporation. This component unit has been included in the basic financial statements as an integral part of the primary government using the blended method.

Government-Wide Financial Statements

Government-wide financial statements provide readers with a broad view of the City's financial condition using the accrual basis of accounting, which is similar to the accounting method used by the majority of private-sector companies.

The Statement of Net Position presents information on all of the City's assets (including infrastructure) and deferred outflows, as well as all liabilities (including long-term debt) and deferred inflows, with the difference reported as net position. Certain interfund activities have been eliminated as prescribed by GASB Statement No 34. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the fiscal year. All of the fiscal year revenues and expenses are taken into account and all changes in net position are reported as soon as the underlying event occurs, regardless of timing of related cash flows.

Governmental activities of the City are mostly reported in this category, including public safety, general administration, public works, and parks and recreation. Property, business license, transient occupancy and sales taxes, charges for services, interest income, franchise fees, and state and federal grants finance these activities. The government-wide financial statements can be found on pages 33-34 of this report.

Fund Financial Statements

Fund financial statements provide readers with detailed financial information about a city's major funds. Some funds are required to be established either by state law or by bond covenants, while other funds are established by management to control and manage cash flow for particular purposes, or to demonstrate that legal requirements for using certain taxes, grants and other resources have been met. The City uses fund accounting to maintain control over resources that have been segregated for specific activities or objectives and to ensure and demonstrate compliance with finance-related legal or contractual requirements. The government activities are prepared using the current financial resources measurement focus and the modified accrual basis of accounting.

City of Carpinteria
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2020

B. OVERVIEW OF FINANCIAL STATEMENTS, Continued

Fund Financial Statements, Continued

Governmental Funds – The 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 funds financial statements focus on current financial resources, which emphasize near-term inflows and outflows of spendable resources, as well as balances of spendable resources at the end of the fiscal year. This information is essential in evaluating the City's near-term financial requirements.

To better understand the City's long-term and short-term requirements, it is useful to compare the City's governmental fund statements with the governmental activities in the government-wide financial statements. Reconciliations are provided for both the governmental fund balance sheet and the statement of revenues, expenditures, and changes in fund balances, in order to facilitate this comparison.

The major governmental funds include the General Fund, Capital Improvements Fund, Revolving Fund, and Measure A Fund, which are reported in detail in the governmental fund financial statements. Data from the remaining governmental funds are shown in the aggregate as other non-major funds. Individual fund data for other non-major governmental funds is provided in the form of supplementary information in the report. The governmental fund financial statements can be found on pages 37-40 of this report.

Notes to Basic Financial Statements

The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found on pages 41-59 of this report.

Required Supplementary Information

In addition to the basic financial statements, this report also presents certain Required Supplementary Information (RSI), including the City's budgetary comparison schedules for the General Fund and Measure A, schedule of proportionate share of net pension liability, schedule of plan contributions, and schedule of changes in the City's total Other Post-Employment Benefits (OPEB) liability and related ratios. RSI can be found on pages 61-71 of this report.

Supplementary Information

Combining statements and budgetary comparison schedules for non-major governmental funds, comparative schedule of capital assets, schedule of changes in capital assets, and schedule of capital assets used by function and activity are presented immediately following the RSI. Supplementary information can be found on pages 72-91 of this report.

Statistical Section

Statistical tables regarding financial trends, revenue capacity, debt capacity, demographic and economic information, and operating information can be found on pages 93-114 of this report.

City of Carpinteria
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2020

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

Net position is a useful indicator of the City's financial position over time. For the fiscal year ended June 30, 2020, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$36.6 million. The following is a condensed Statement of Net Position for the fiscal years ended June 30, 2020 and 2019.

City of Carpinteria's Net Position
As of June 30, 2020 and 2019

	Governmental Activities	
	2020	2019
Current and other assets	\$ 20,772,022	\$ 20,423,058
Capital assets (net of depreciation)	28,594,754	22,878,404
Total Assets	<u>49,366,776</u>	<u>43,301,462</u>
Deferred Outflows of Resources	<u>1,836,664</u>	<u>1,753,744</u>
Current and other liabilities	3,108,965	4,678,947
Noncurrent liabilities	<u>9,866,455</u>	<u>9,121,719</u>
Total Liabilities	<u>12,975,420</u>	<u>13,800,666</u>
Deferred Inflows of Resources	<u>1,658,133</u>	<u>1,769,481</u>
Net Position:		
Net investment in capital assets	28,594,754	22,878,404
Restricted	6,421,673	5,949,116
Unrestricted	<u>1,553,460</u>	<u>657,539</u>
Total Net Position	<u>\$ 36,569,887</u>	<u>\$ 29,485,059</u>

At June 30, 2020, the largest portion of net position consists of the City's net investment of \$28.6 million (78.2%) in capital assets. This component represents the total amount of funds required to acquire those assets, less any outstanding related debt and accumulated depreciation. The City uses these capital assets to provide services to citizens. The capital assets of the City are not sources of income for repayment of debt as most assets are not revenue generating and generally are not liquidated to repay debt.

An additional portion of the City's net position in the amount of \$6.4 million (17.6%) is subject to external restrictions on how the funds may be used. The remaining net position of \$1.6 million (4.2%) is unrestricted and is due to changes to the City's long-term pension obligations assumptions and pension retiree benefits that represents 75.1% of the total liabilities.

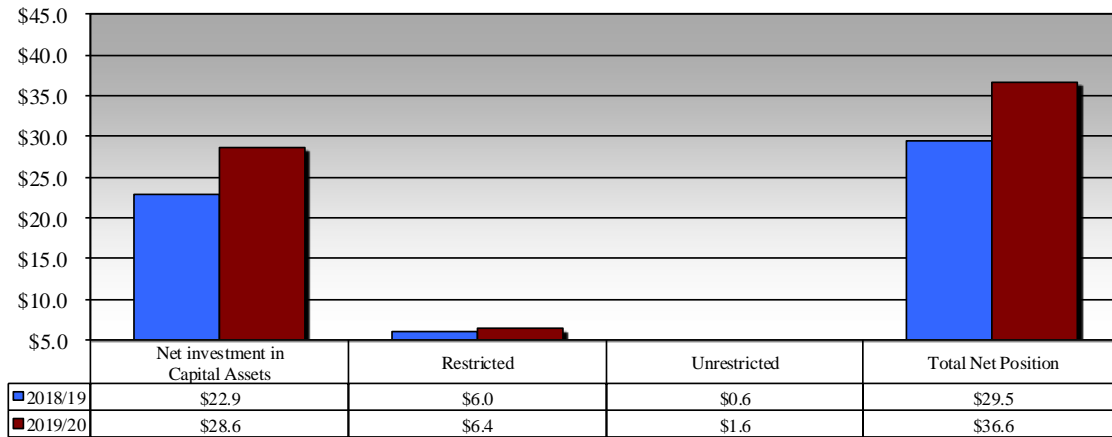
**City of Carpinteria
 Management’s Discussion and Analysis
 Fiscal Year Ended June 30, 2020**

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Statement of Net Position, Continued

The following chart shows the comparison of the three components of net position for fiscal years 2019/20 and 2018/19:

**City of Carpinteria’s Net Position
 As of June 30, 2020, and 2019**



Statement of Activities

The Statement of Activities shows how the City’s net position changed during the fiscal year. The \$7.1 million (24.0%) increase in the City’s net position is summarized in the following pages by governmental activities.

City of Carpinteria
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2020

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Statement of Activities, Continued

A condensed Statement of Activities for the fiscal years ended June 30, 2020 and 2019 is presented below.

Statement of Activities
As of June 30, 2020 and 2019

	Governmental	
	Activities	
	2020	2019
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,216,121	\$ 1,432,520
Operating Grants and Contributions	2,028,774	2,073,316
Capital Grants and Contributions	1,395,580	560,627
General Revenues:		
Property Taxes	4,686,335	4,298,673
Sales Tax	4,714,243	2,564,179
Transient Occupancy Tax	2,023,128	2,635,754
Franchise	757,307	612,013
Other General Revenues	4,442,528	1,830,342
Use of Money and Property	627,348	296,110
Fines and Forfeits	75,501	67,292
Total Revenues	<u>21,966,865</u>	<u>16,370,826</u>
Expenses:		
General Government	6,962,506	6,402,258
Public Safety	4,205,759	3,839,003
Public Works and Streets	2,335,610	2,527,811
Recreation and parks	1,627,747	1,536,833
Total Expenses	<u>15,131,622</u>	<u>14,305,905</u>
Increase in Net Position	6,835,243	2,064,921
Net Position - Beginning of Year	29,485,059	27,250,309
Restatement of Net Position	249,585	169,829
Net Position - End of Year	<u>\$ 36,569,887</u>	<u>\$ 29,485,059</u>

Governmental Activities

Total revenues and expenses for governmental activities were \$22.0 million and \$15.1 million, respectively. Governmental activities increased the City's net position by \$ 7.1 million, compared to an increase of \$1.8 million in the prior fiscal year.

**City of Carpinteria
 Management’s Discussion and Analysis
 Fiscal Year Ended June 30, 2020**

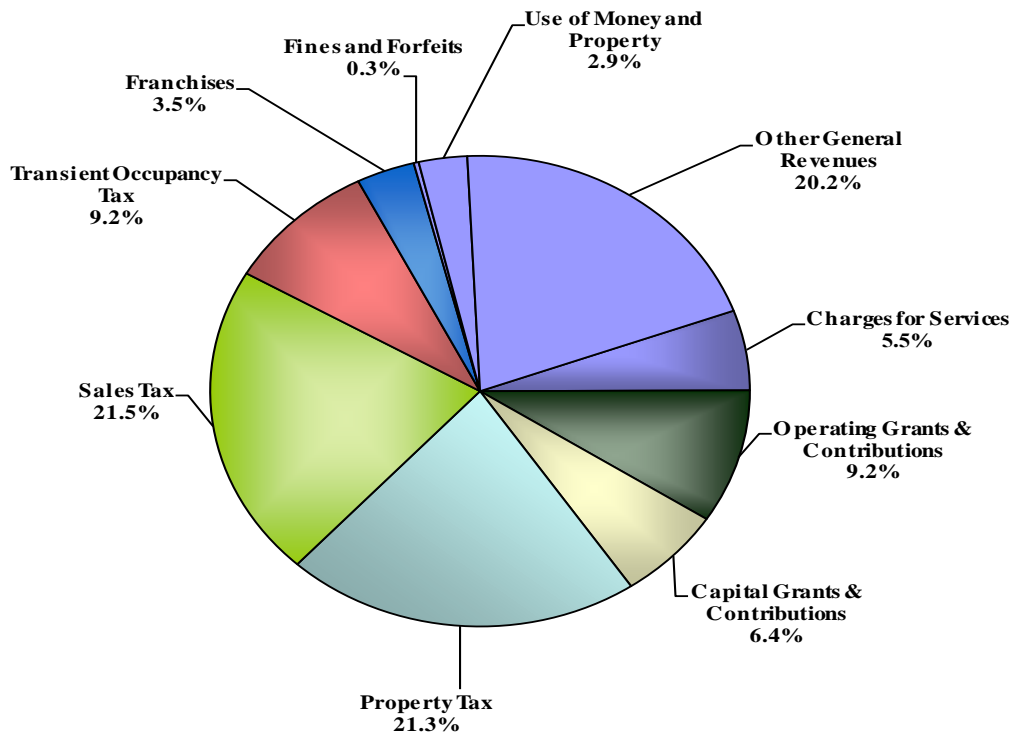
C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Governmental Activities, Continued

Revenue increased \$5.6 million, or 34.2%, from prior fiscal year due to factors below:

- Other general revenues increased \$2.6 million, or 142.7%, primarily due to reimbursements for City Hall Remediation & Renovation as well as various capital projects.
- Sales taxes increased \$2.1 million, or 83.8%, due to Measure X local sales and use tax revenue, which came into effect April 1, 2019, experienced its first full fiscal year. The Bradley- Burns (1% City allocation) had a decrease of \$124 thousand, or 6.8%, the result of COVID-19 pandemic health protection measures negatively impacting most business activities.
- Property taxes increased \$388 thousand, or 9.0%, primarily due to increased secured (current year), unsecured (current year), and supplemental taxes.
- Transient occupancy tax decreased \$613 thousand, or 23.2%, due to COVID-19 pandemic shutdown in March 2020 caused a reduction in the fourth fiscal quarter tax collection.

**Governmental Activities - Revenues by Source
 For the Fiscal Year Ended June 30, 2020
 (Total Revenue: \$22.0 million)**



**City of Carpinteria
 Management’s Discussion and Analysis
 Fiscal Year Ended June 30, 2020**

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Governmental Activities, Continued

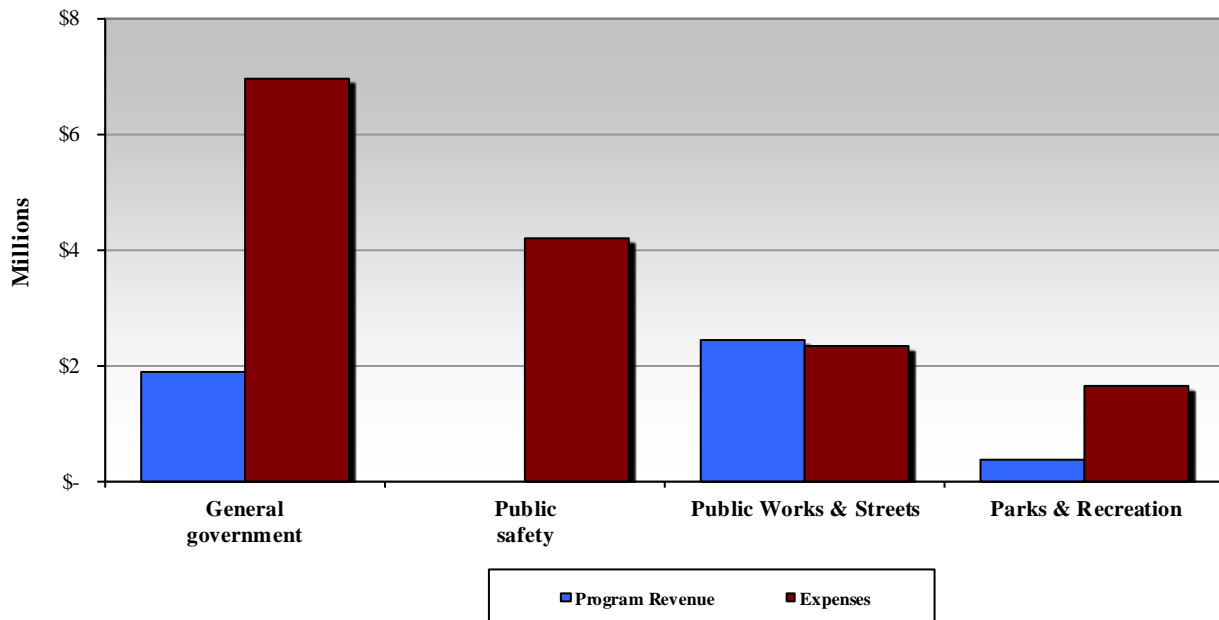
Total expenses for governmental activities were \$15.1 million, \$826 thousand more than the prior fiscal year. General Government had an increase of \$560 thousand and Public Safety also had an increase of \$366 thousand. These increased costs were primarily due to an increase in the law enforcement services contract cost and costs incurred as a part of the City’s response to the COVID-19 pandemic.

Program revenues totaling \$4.6 million offset total expenses as follows:

- Users benefitting directly from programs contributed \$1.2 million in charges for services
- Operating contributions and grants from outside sources or other governments totaled \$2.0 million.
- Capital contributions and grants from outside sources or other governments totaled \$1.4 million.

As a result, total expenses funded by tax revenues, investment income, grants and contributions, and other general revenues totaled \$10.5 million.

**Governmental Activities
 Revenues and Expenses by Function/Program
 For the Year Ended June 30, 2020**



City of Carpinteria
Management’s Discussion and Analysis
Fiscal Year Ended June 30, 2020

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS, Continued

Governmental Activities, Continued

Functional expense (excluding interest on debt) for the years ended June 30, 2020 and 2019 were as follows (amounts in millions):

	Total Cost of Services		Percent Change 2019-2020	Net (Cost) Revenue of Services		Percent Change 2019-2020
	2020	2019		2020	2019	
General Government	\$ 7.0	\$ 6.4	9.4%	\$ (5.1)	\$ (5.9)	-13.6%
Public Safety	4.2	3.8	10.5%	(4.2)	(3.8)	10.5%
Public Works and Streets	2.3	2.6	-11.5%	0.1	(0.0)	0.0%
Parks and Recreation	1.6	1.5	6.7%	(1.3)	(0.5)	160.0%
Total	\$ 15.1	\$ 14.3	5.6%	\$ (10.5)	\$ (10.2)	3.1%

In total, changes in net expenses increased \$225 thousand, or 3.1% from prior year highlights of the changes are as follows:

- General Government net expense increased \$849 thousand primarily due to the City Hall Remediation & Remodel, general plan update, and decrease in charges for services.
- Public Safety net expenses increased by \$366 thousand primarily due to an increase in the annual contract cost for law enforcement services.
- Public Works and Streets experienced a slight net expenses increase of \$19 thousand primarily due to an increase in grants and required grant match contributions.
- Parks, Recreation & Public Facilities experienced a net expense increase of \$753 thousand primarily due to Capital Projects Program expenses and a decrease in charges for services due to the COVID-19 pandemic.

D. FUND FINANCIAL STATEMENT ANALYSIS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City’s governmental funds is to provide information on short-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City’s financing requirements.

At the end of FY 2019/20, the City’s governmental funds report a combined fund balance of \$17.1 million, an increase of \$1.8 million from prior fiscal year. Of the ending fund balance, \$30 thousand is Nonspendable, \$10.5 million is Restricted, \$6.1 million is Committed, leaving \$513 thousand Unassigned.

City of Carpinteria
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2020

D. FUND FINANCIAL STATEMENT ANALYSIS, Continued

Governmental Funds, Continued

The General Fund is the chief operating fund of the City. At the end of FY 2019/20, unassigned fund balance of the General Fund was \$544 thousand, while the total General Fund balance was \$10.8 million. Within the General Fund balance the City has committed \$6.1 million for future projects, asset replacement, pension funding, and contingencies. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance and total fund balance to total expenditures. At June 30, 2020, unassigned fund balance was 4.5% of the total General Fund expenditures and net transfers, while total fund balance was 88.8% of total expenditures and net transfers. Unassigned fund balance allows the City to address financial uncertainties with flexible fiscal resources.

The City's other major funds; the Capital Improvements Fund (Capital Fund) and Measure A Special Revenue Funds, ended FY 2019/20 with fund balances of \$1.9 million and \$2.2 million, respectively. These monies are restricted for future infrastructure projects related to streets, bridges, highways, parks and other capital assets projects and cannot be used to pay for general governmental operations. In addition, the City's non major governmental funds ended FY 2019/20 with a combined fund balance of \$2.2 million.

E. GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the City Council revised the City budget several times. The budget amendments fall into two categories: changes made at the midyear budget review for unanticipated revenues and costs and increases in appropriations to prevent budget overruns.

Actual general fund revenues were \$915 thousand, or 7.1%, over budget. This increase is due to greater than expected revenues from local sales and use tax and interest earnings.

Actual general fund expenditures were \$31 thousand, or 0.3%, over the final budget projections.

Actual general fund net transfers were \$139 thousand under budget, due to delayed capital improvement projects.

Overall, the general fund balance increased \$1.0 million more than anticipated in the budget.

F. CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets Including Infrastructure

Capital assets including infrastructure of the City are those assets that are used in the operations of the City's function. At June 30, 2020, net capital assets, net of depreciation, totaled \$28.6 million for governmental activity and are recognized in the government-wide financial statements.

City of Carpinteria
Management’s Discussion and Analysis
Fiscal Year Ended June 30, 2020

F. CAPITAL ASSETS AND DEBT ADMINISTRATION, Continued

Capital Assets Including Infrastructure, Continued

This investment in capital assets includes land, buildings, improvements other than buildings, infrastructure (roads, sidewalks, streetlights, etc.), city pool, machinery and equipment, and construction progress. The total increase in the citywide investment in capital assets for FY 2019/20 was \$5.7 million, or 25.0%.

Major capital asset events included the following:

- Construction in progress had a net increase of \$5.3 million, or 112.9%, over the prior fiscal year, primarily due to the City Hall Remediation & Remodel project which was not completed in the fiscal year. Other current projects citywide include the 2020 Pavement Rehabilitation project, Carpinteria Avenue Bridge, and Casitas Overpass Project.
- Land and park site improvements for governmental activities had a net increase of \$200 thousand, or 1.7%, over the prior fiscal year due to the acquisitions of the Rincon Bluffs Preserve, an approximate 20-acre public open space.
- Machinery and Equipment had a net increase of \$204 thousand, or 37.9%, over the prior fiscal year, primarily due to the purchase of new office furniture for City Hall as part of the new remodel and the installation of a new lighted crosswalk system.

City of Carpinteria's Capital Assets
(net of depreciation)

	Governmental Activities	
	2020	2019
Land and Park site improvements	\$ 11,819,144	\$ 11,619,098
Buildings, Pools and Facilities	832,141	891,436
Machinery and Equipment	742,653	538,211
Infrastructure	5,125,223	5,042,999
Vehicles	145,591	123,125
Construction in Progress	9,930,002	4,663,535
Total Capital Assets	<u>\$ 28,594,754</u>	<u>\$ 22,878,404</u>

See Detail Notes on all Funds Note 3, Section D. Capital Assets in the Basic Financial Statements for additional information.

Long-Term Debt

The City retired in FY 2018 all remaining 1993 Certificate of Participation and has no long-term debt outstanding at year end.

City of Carpinteria
Management's Discussion and Analysis
Fiscal Year Ended June 30, 2020

G. ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

On June 22, 2020, the City Council adopted a \$19.4 million annual budget for FY 2020/21, which provides for services and projects essential to City of Carpinteria residents. In establishing annual goals and objectives, the City Council affirmed the City's commitment to maintain sound and conservative financial practices, with the objective of ensuring the City's ability to provide a safe and enriched environment, increase effective communication with the community, provide efficient cost effective services to the public, and to maintain a positive environment for new business and business retention. The adopted budget also reflected revenue and expense projections affected by the COVID-19 pandemic.

Total revenues for FY 2020/21 are projected at \$16.3 million, a decrease of about 25.6% from previous fiscal year due to the COVID-19 pandemic impact on business operations that generate transient occupancy and sales tax revenues. The City is projecting a decrease of about 6.8% in property tax revenue, which remains its largest revenue source estimated at a total of \$4.4 million. Sales tax, projected at \$4.2 million, is expected to decrease by 11.7%. Sales tax is primarily made up of the 1% local portion of state sales tax and the 1.25% local sales tax, and Measure X revenues. Since the voter passage of Measure X in November 2019, City has been able to maintain a high level of law enforcement services and provide expanded support for library operations and street and park maintenance.

The budget for personnel services, which makes up about 26.9% of all City spending, is projected at \$5.2 million in FY 2020/21, with an increase of \$279 thousand, or 5.3%, to reflect new positions, employee salary band adjustment and increased healthcare and pension costs. Other expenditures are projected at \$14.2 million, a decrease of \$1.1 million from FY 2019/20, primarily due to a decrease in budgeted major capital projects in following the City's Capital Improvement Plan. Ongoing projects include the City Hall Remodel, Carpinteria Avenue/Creek Bridge Replacement, and the Rincon Trail. Planned expenditures such as Capital Improvement Program expenses, and unplanned revenue losses due to the COVID-19 pandemic, have led to the depletion of the City's long-maintained General Fund balance, as well as use of a portion of the City's General Fund "economic uncertainty" reserve to balance the budget.

In summary, the City's financial position remains in good condition and the City reaffirms its commitment to sound and conservative financial practices to ensure the City's fiscal sustainability.

H. REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City of Carpinteria's Administrative Services Director at, 5775 Carpinteria Avenue, Carpinteria, California 93013 or (805) 684-5405. This report is also available online at the City's website at www.carpinteriaca.gov.



BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS



CITY OF CARPINTERIA

STATEMENT OF NET POSITION JUNE 30, 2020

	Governmental Activities
ASSETS:	
Current assets:	
Cash and investments	\$ 15,538,653
Net receivables	4,634,139
Inventories	30,630
Total current assets	<u>20,203,422</u>
Noncurrent assets:	
Notes receivable	568,600
Capital assets not being depreciated	21,749,146
Net capital assets being depreciated	6,845,608
Total noncurrent assets	<u>29,163,354</u>
Total assets	<u>49,366,776</u>
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred pension	1,702,888
Deferred OPEB	133,776
Total deferred outflows of resources	<u>1,836,664</u>
LIABILITIES:	
Current liabilities:	
Accounts payable	1,428,736
Accrued liabilities	372,663
Compensated absences	13,793
Deposits	758,793
Unearned revenue	534,980
Total current liabilities	<u>3,108,965</u>
Noncurrent liabilities:	
Compensated absences	124,138
Total other postemployment benefit liability	1,641,483
Net pension liability	8,100,834
Total noncurrent liabilities	<u>9,866,455</u>
Total liabilities	<u>12,975,420</u>
DEFERRED INFLOWS OF RESOURCES:	
Deferred pension	799,993
Deferred OPEB	858,140
Total deferred inflows of resources	<u>1,658,133</u>
NET POSITION:	
Net investment in capital assets	28,594,754
Restricted for:	
Capital projects	1,935,488
Public education and communications	156,608
Street maintenance and improvements	3,020,746
Housing	631,820
Recycling	677,011
Unrestricted	1,553,460
Total net position	<u>\$ 36,569,887</u>

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

CITY OF CARPINTERIA

STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Functions/Programs:	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Government Activities
City government:					
Governmental activities:					
General government	\$ 6,962,506	\$ 301,979	\$ 173,931	\$ 1,395,580	\$ (5,091,016)
Public safety	4,205,759	-	-	-	(4,205,759)
Public works:					
Public works administration	433,116	559,981	-	-	126,865
Streets	1,902,494	-	1,854,843	-	(47,651)
Parks and recreation	1,627,747	354,161	-	-	(1,273,586)
Total governmental activities	<u>15,131,622</u>	<u>1,216,121</u>	<u>2,028,774</u>	<u>1,395,580</u>	<u>(10,491,147)</u>
Total City government	<u>\$ 15,131,622</u>	<u>\$ 1,216,121</u>	<u>\$ 2,028,774</u>	<u>\$ 1,395,580</u>	<u>(10,491,147)</u>
		General revenues:			
		Taxes:			
					4,686,335
					4,714,243
					2,023,128
					757,307
					4,442,528
					627,348
					75,501
					<u>17,326,390</u>
					<u>6,835,243</u>
					29,485,059
					<u>249,585</u>
					<u>29,734,644</u>
					<u>\$ 36,569,887</u>

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

Fund Financial Statements

Governmental Fund Financial Statements

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund - This fund is used to account for resources which are not required legally or by sound financial management to be accounted for in another fund.

Capital Improvements Fund - This fund is used to account for capital assets acquisition, construction and improvements of capital facilities, including infrastructure, from general government resources, designated developer fees (such as traffic mitigation fees, bridge fees, etc.), and intergovernmental grants. Funds collected under this program may be used only for the purpose collected.

Revolving Fund - The Revolving Fund is used to account for most grants from public or private sources which have been awarded to the City for specific purposes.

Measure A Fund - The Measure A Fund is used to account for Measure “A” funds, the county wide sales tax on motor vehicle fuel which was approved by the voters of the County. The program is administered by the Santa Barbara County Association of Governments. Funds under this program must be used for local transit, street and right-of-way maintenance and improvements and street related capital improvements pursuant to the City adopted Five Year Program of Projects which is updated and reviewed annually.

Other Governmental Funds - This is the aggregate of all the non-major governmental funds.

CITY OF CARPINTERIA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2020

	<u>General Fund</u>	<u>Capital Improvements Fund</u>	<u>Revolving Fund</u>	<u>Measure A Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS:						
Cash and investments	\$ 9,806,810	\$ 760,026	\$ 529,994	\$ 2,295,249	\$ 2,146,574	\$ 15,538,653
Accounts receivable	2,262,414	2,239,486	6,250	8,009	117,980	4,634,139
Inventory	-	-	-	-	30,630	30,630
Notes	-	-	-	-	568,600	568,600
Total assets	<u>\$ 12,069,224</u>	<u>\$ 2,999,512</u>	<u>\$ 536,244</u>	<u>\$ 2,303,258</u>	<u>\$ 2,863,784</u>	<u>\$ 20,772,022</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:						
Accounts payable	\$ 673,693	\$ 528,574	\$ 13,465	\$ 86,957	\$ 126,047	\$ 1,428,736
Accrued liabilities	185,850	186,813	-	-	-	372,663
Deposits	422,357	336,436	-	-	-	758,793
Unearned revenue	-	12,201	522,779	-	-	534,980
Total liabilities	<u>1,281,900</u>	<u>1,064,024</u>	<u>536,244</u>	<u>86,957</u>	<u>126,047</u>	<u>3,095,172</u>
DEFERRED INFLOWS OF RESOURCES:						
Deferred revenue	-	-	-	-	568,600	568,600
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>568,600</u>	<u>568,600</u>
FUND BALANCES:						
Nonspendable	-	-	-	-	30,630	30,630
Restricted for:						
Development	-	1,935,488	-	-	-	1,935,488
Recycling	-	-	-	-	384,550	384,550
Cable television access	-	-	-	-	156,608	156,608
Recreation services	-	-	-	-	136,291	136,291
Streets	-	-	-	2,216,301	960,643	3,176,944
Housing	-	-	-	-	531,820	531,820
Pension stabilization	1,113,400	-	-	-	-	1,113,400
Improvements and services	3,055,010	-	-	-	-	3,055,010
Committed for:						
Capital asset replacement	540,475	-	-	-	-	540,475
Economic uncertainties	4,344,928	-	-	-	-	4,344,928
Special projects	1,189,205	-	-	-	-	1,189,205
Unassigned	544,306	-	-	-	(31,405)	512,901
Total fund balances	<u>10,787,324</u>	<u>1,935,488</u>	<u>-</u>	<u>2,216,301</u>	<u>2,169,137</u>	<u>17,108,250</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 12,069,224</u>	<u>\$ 2,999,512</u>	<u>\$ 536,244</u>	<u>\$ 2,303,258</u>	<u>\$ 2,863,784</u>	<u>\$ 20,772,022</u>

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

CITY OF CARPINTERIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS - BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020

Total fund balances - governmental funds \$ 17,108,250

In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation.

Capital assets at historical cost	\$	34,700,839	
Accumulated depreciation		(6,106,085)	
Net			28,594,754

Long-term liabilities: In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities, are reported.

Long-term liabilities relating to governmental activities consist of:

Compensated absences payable	\$	137,931	
OPEB liability		1,641,483	
Net pension liability		8,100,834	
Total			(9,880,248)

Some assets such as long-term notes receivable are not available for use and are reported as deferred inflows of resources until collected in cash. 568,600

In governmental funds, deferred outflows and inflows of resources relating to pensions and OPEB are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions and OPEB are reported.

Deferred outflows of resources relating:			
to pensions	\$	1,702,888	
to OPEB		133,776	
Deferred inflows of resources relating:			
to pensions		(799,993)	
to OPEB		(858,140)	
Total			178,531

Total net position - governmental activities \$ 36,569,887

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

CITY OF CARPINTERIA

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	General Fund	Capital Improvements Fund	Revolving Fund	Measure A Fund	Other Governmental Funds	Total Governmental Funds
REVENUES:						
Property taxes	\$ 4,119,402	\$ -	\$ -	\$ -	\$ 566,931	\$ 4,686,333
Sales taxes	4,714,243	-	-	-	-	4,714,243
Transient occupancy tax	2,023,128	-	-	-	-	2,023,128
Franchises	757,307	-	-	-	-	757,307
Grants	-	1,395,580	-	-	-	1,395,580
Special assessments	-	19,803	-	-	100,031	119,834
Licenses and permits	301,979	-	-	-	-	301,979
Fines and forfeits	58,586	-	-	-	16,915	75,501
Intergovernmental	452,187	103,705	74,385	855,187	543,310	2,028,774
Interest	377,166	47,794	-	110,531	91,857	627,348
Charges for services	292,288	-	-	-	621,854	914,142
Insurance reimbursement	579,854	3,217,859	-	-	-	3,797,713
Miscellaneous	137,868	-	-	700	386,413	524,981
Total revenues	13,814,008	4,784,741	74,385	966,418	2,327,311	21,966,863
EXPENDITURES:						
Current:						
General government	5,998,404	-	47,645	-	122,283	6,168,332
Public safety	4,151,713	-	-	-	20,876	4,172,589
Public works and streets	577,845	-	-	256,460	984,703	1,819,008
Parks and recreation	116,212	-	-	-	1,366,171	1,482,383
Capital outlay	273,434	6,112,854	-	163,083	-	6,549,371
Total expenditures	11,117,608	6,112,854	47,645	419,543	2,494,033	20,191,683
Excess (deficiency) of revenues over (under) expenditures	2,696,400	(1,328,113)	26,740	546,875	(166,722)	1,775,180
OTHER FINANCING SOURCES (USES):						
Transfers in	241,857	1,158,899	-	-	835,602	2,236,358
Transfers out	(1,273,523)	-	(26,740)	(409,673)	(526,422)	(2,236,358)
Total other financing sources (uses)	(1,031,666)	1,158,899	(26,740)	(409,673)	309,180	-
Net change in fund balances	1,664,734	(169,214)	-	137,202	142,458	1,775,180
Fund balances, July 1	9,122,590	2,104,702	10,914	2,079,099	1,766,180	15,083,485
Prior-period adjustment	-	-	(10,914)	-	260,499	249,585
Fund balances - July 1 - restated	9,122,590	2,104,702	-	2,079,099	2,026,679	15,333,070
Fund balances - June 30	\$ 10,787,324	\$ 1,935,488	\$ -	\$ 2,216,301	\$ 2,169,137	\$ 17,108,250

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

CITY OF CARPINTERIA

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITY FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Total net change in fund balances - governmental funds	\$ 1,775,180
Capital assets are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which additions to capital assets of \$6,124,178 exceed depreciation expense (\$407,828).	5,716,350
In the statement of activities, compensated absences are measured by the amounts earned during the fiscal year. In governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially the amounts paid). This fiscal year, vacation earned exceeded the amounts used by \$12,940.	(12,940)
In governmental funds, OPEB costs are recognized when employer contributions are made. In the statement of activities, OPEB costs are recognized on the accrual basis. This fiscal year, the difference between accrual-basis OPEB costs and actual employer contribution was:	(301,442)
Expenditures for long-term notes receivable are an outflow of resources in the funds but are reported as assets in the statement of net position	(204,525)
In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contributions was:	<u>(137,380)</u>
Changes in net position - governmental activities	<u>\$ 6,835,243</u>

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

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Carpinteria conform to U.S. Generally Accepted Accounting Principles as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The City of Carpinteria is a municipal corporation governed by an elected five-member City Council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable.

The Carpinteria Public Improvement Corporation is a legally separate Corporate Entity for which the City is financially accountable, and it is governed by the elected City Council. The Corporation was formed to provide a method of financing public improvements. The financial activities of the Corporation are blended with those of the City and are reported in the City's governmental funds, and as capital assets of the City and debt obligations of the City. A facility and site lease receivable of the Corporation and a corresponding lease payable of the City have been eliminated from the accompanying financial statements.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The City has no functions which are reported as business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function 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

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

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. Assets in governmental funds that do not meet the availability criterion for recognition as revenue in the governmental funds are classified as a deferred inflow of resources as those resources are not available for spending in the current period.

Property taxes, sales taxes, transient occupancy taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period.

All other revenue items are considered to be measurable and available only when cash is received by the government. The City reports the following major governmental funds:

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

The Capital Improvements Fund accounts for development impact fees collected by the City and restricted by City regulation for use only for capital related improvements, primarily infrastructure type assets. The Measure A fund is used to account for allocations made to the City by the County for use in street related projects. The Revolving Fund is used to account for grants and allocations made to the City by Federal, State and County governments for special and capital projects.

The Revolving Fund is used to account for most grants from public or private sources which have been awarded to the City for specific purposes.

As a general rule the effect of interfund activity has been eliminated from the governmentwide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's various other functions of government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions,

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

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

including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

D. Assets, Liabilities, and Net Position

Deposits and Investments

The City is authorized by its most recent investment policy to invest in the State of California Local Agency Investment Fund, FDIC insured interest-bearing checking accounts and investments permitted by California Law including U.S. Treasury securities. The City's investment policy specifically prohibits any investment resulting in zero interest accrual if held to maturity. Investments in the debt service fund are permitted to be invested in other investments in accordance with the trust agreement. Investments of the City are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable government funds to indicate that they are not available for appropriation and are not expendable available financial resources. All trade and property tax receivables are shown net of an allowance for un-collectibles.

Property taxes are levied as of March 1 on property values assessed as of the same date. State statutes provide that the property tax rate be limited generally to one percent of market value, be levied by only the County, and be shared by applicable jurisdictions. The County of Santa Barbara collects the taxes and distributes them to taxing jurisdictions on the basis of assessed valuations subject to voter-approved debt. Property taxes are due on November 1 and March 1 and become delinquent on December 10 and April 10. The City recognizes property tax revenues in the fiscal year in which they are due to the City.

Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when used or consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements using the consumption method.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, and Net Position, Continued

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$ 3,000 (\$50,000 for infrastructure type assets) and an estimated useful life in excess of one year. Such assets are recorded at historical cost, or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. Under the GASB 34 Implementation Rules, the City is classified as a Phase 3 government and is not required to record infrastructure assets existing or acquired prior to July 1, 2002; and the City has not recorded such assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the City are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	15 - 40
Public domain infrastructure	50
System infrastructure	50
Vehicles and equipment	5 - 10

Compensated Absences

It is the government’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is a liability for a portion of unpaid accumulated sick leave since the City does have a policy to pay certain amounts when employees separate from service with the City. All vacation pay and applicable sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Pensions and Other Postemployment Benefits

For purposes of measuring the net pension liability (NPL), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the State of California Public Employees Retirement System (PERS) and additions to or deductions from the PERS fiduciary net position have been determined on the same basis as they are reported by the PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The general fund is used to liquidate net pension obligations.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, and Net Position, Continued

For purposes of measuring the other postemployment benefit total liability (OPEB), deferred outflows of resources and deferred inflows of resources, and expense associated with the City's requirement to contribute to its OPEB Plan, the City obtains an actuarial valuation of its OPEB plan. The City recognizes benefit payments when due and payable in accordance with the Plan.

Long-term Obligations

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

Fund Balances – Governmental Funds

Fund balances for governmental funds are reported in classifications based primarily on the extent to which the City is bound to honor constraints about the specific purposes for which amounts in these funds can be spent. These classifications include (1) non-spendable, (2) restricted, (3) committed, (4) assigned and (5) unassigned amounts. Non-spendable amounts generally are items not expected to be converted into cash such as inventories, prepaid items, and certain long-term receivables. Restricted amounts include those amounts where constraints placed on the use of the resources are externally imposed by grantors, contributors, other governments or by laws and regulations. Committed amounts are those that can only be used for a specific purpose as determined by the City Council. Such committed amounts may be redeployed for other uses only by direction of the City Council. Assigned amounts are fund balance amounts constrained by the City's intent to be used for a specific purpose as determined by the Director of Administrative Services or City Manager. Unassigned amounts are the residual amounts reported in the general fund. The City Council by resolution established a policy that delegates to the City Manager or Director of Administrative Services the authority to establish, rescind or modify assigned amounts. Committed amounts may be established, modified, or rescinded by the adoption of a resolution of the City Council.

When expenditures are incurred for which both restricted and unrestricted (committed, assigned or unassigned) amounts are available, the City considers that restricted amounts would be spent first. When expenditures are incurred for which any class of unrestricted fund balance could be used, the City considers committed amounts would be reduced first, followed by assigned, and then unassigned amounts.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

D. Assets, Liabilities, and Net Position, Continued

Future Accounting Pronouncements

GASB Statements listed below will be implemented in future financial statements:

Statement No. 84	"Fiduciary Activities"	The provisions of this statement are effective for fiscal years beginning after December 15, 2019.
Statement No. 87	"Leases"	The provisions of this statement are effective for fiscal years beginning after June 15, 2021.
Statement No. 89	"Accounting for Interest Cost Incurred before the End of a Construction Period"	The provisions of this statement are effective for fiscal years beginning after December 15, 2020.
Statement No. 90	"Majority Equity Interests-an Amendment of GASB Statements No. 14 and No. 61"	The provisions of this statement are effective for fiscal years beginning after December 15, 2019.
Statement No. 91	"Conduit Debt Obligations"	The provisions of this statement are effective for fiscal years beginning after December 15, 2021.
Statement No. 92	"Omnibus 2020"	The provisions of this statement are effective for fiscal years beginning after June 15, 2021.
Statement No. 93	"Replacement of Interbank Offered Rates"	The provision of this statement except for paragraphs 11b, 13, and 14 are effective for fiscal years beginning after June 15, 2020. Paragraph 11b is effective for fiscal years beginning after December 31, 2021. Paragraphs 13 and 14 are effective for fiscal years beginning after June 15, 2021.
Statement No. 94	"Public-Private and Public-Public Partnerships and Availability Payment Arrangements"	The provisions of this statement are effective for fiscal years beginning after June 15, 2022.
Statement No. 96	"Subscription-Based Information Technology Arrangements"	The provisions of this statement are effective for fiscal years beginning after June 15, 2022.
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 Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32"	The provisions of this statement are effective for fiscal years beginning December 15, 2019.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except debt service funds. Appropriations lapse at fiscal year-end. The appropriated budget is prepared by fund, function, and department. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. Transfers of appropriations between departments require approval of the City Manager. The Council made several supplemental budgetary appropriations throughout the year. The supplemental budgetary appropriations made in the General Fund were material. Encumbrance accounting is not employed in governmental funds. Expenditures (excluding transfers out) in the General Fund, Revolving, Traffic Safety, Park Maintenance, Gas Tax, Local Transportation, Tidelands, Street Lighting, Right of Way, Recreation and Housing exceeded their expenditure budgets by a combined total of \$142,685.

NOTE 3 – DETAIL NOTES ON ALL FUNDS

A. Deposits and Investments

Deposits and investments on June 30, 2020 consisted of the following:

Cash on hand	\$ 700
Deposits with financial institutions	2,586,842
Investments	<u>12,951,111</u>
Total cash and investments	<u>\$ 15,538,653</u>

Cash and investments are presented on the accompanying basic financial statements, as follows:

Statement of Net Position	
Cash and investments	<u>\$ 15,538,653</u>
Total cash and investments	<u>\$ 15,538,653</u>

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 investment portfolio to the State of California Local Agency Investment Fund and to U.S. Treasury bills and notes with a maturity of five years or less at the time of purchase.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS, Continued

A. Deposits and Investments, Continued

Investment Type	Carrying Amount	Remaining Maturity (in Months)			
		12 Months Or Less	13-24 Months	25-60 Months	More than 60 Months
LAIF	\$ 3,849,973	\$ 3,849,973	\$ -	\$ -	\$ -
U.S. Agency Securities	6,965,763	2,149,961	1,531,924	3,283,878	-
Money market funds	2,135,375	2,135,375	-	-	-
Total	<u>\$ 12,951,111</u>	<u>\$ 8,135,309</u>	<u>\$ 1,531,924</u>	<u>\$ 3,283,878</u>	<u>\$ -</u>

Credit Risk - The City's policy is to limit investments to those that are rated in the top two credit ratings by nationally recognized rating organizations. The City's investment in LAIF and mutual funds were unrated.

Investment Type	Carrying Amount	Minimum Legal Rating	Exempt From Disclosure	Rating as of Fiscal Year End	
				AAA	Not Rated
LAIF	\$ 3,849,973	N/A	\$ -	\$ -	\$ 3,849,973
U.S. Agency Securities	6,965,763		-	-	6,965,763
Money market funds	2,135,375	N/A	-	-	2,135,375
Total	<u>\$ 12,951,111</u>		<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,951,111</u>

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of a counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy specifies that securities are to be held by a third party, other than the counterparty, in the City's name, whenever possible. Investments in the LAIF and mutual fund are not subject to custodial credit risk as they are not evidenced by specific securities. The U.S. Treasury Notes are held in a separate account in the name of the City.

Fair Value Measurements – Investments– The City categorizes its fair value measurements within the hierarchy established by generally accepted account principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted market prices in active markets for identical assets; Level 2 inputs are significant other observable inputs, and level 3 inputs are significant unobservable inputs. The City has the following fair value measurements at June 30, 2020:

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS, Continued

A. Deposits and Investments, Continued

Investments by Fair Value	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Agency Securities	\$ 6,965,763	\$ 6,965,763	\$ -	\$ -
Investments measured at Amortized Cost				
Local Agency Investment Fund	3,849,973			
Money Market Funds	2,135,375			
Total	<u>\$ 12,951,111</u>			

B. Receivables

Receivables as of year-end for the government’s individual major and nonmajor funds in the aggregate, net of the applicable allowances for uncollectible accounts, are as follows:

Receivables	General Fund	Capital			Non-Major Funds	Total
		Improvements Fund	Revolving	Measure A		
Accounts	\$ 2,262,414	\$ 2,239,486	\$ 6,250	\$ 8,009	\$ 117,980	\$ 4,634,139
Long-term note	-	-	-	-	568,600	568,600
	<u>\$ 2,262,414</u>	<u>\$ 2,239,486</u>	<u>\$ 6,250</u>	<u>\$ 8,009</u>	<u>\$ 686,580</u>	<u>\$ 5,202,739</u>

C. Interfund Transfers

The composition of interfund transfers of June 30, 2020, is as follows on the next page:

Fund	Transfers In	Transfers Out
Major Governmental Funds:		
General	\$ 241,857	\$ 1,273,523
Capital Improvements	1,158,899	-
Measure A	-	26,740
Revolving	-	409,673
Nonmajor Governmental Funds:		
Road Rehabilitation	-	243,431
Park Maintenance	222,342	42,838
Gas Tax	83,399	29,296
Local Transportation	-	280
Tidelands Trust	-	68,317
Street Lighting	-	19,276
Right of Way	153,875	32,418
Parking and Business Improvements	-	15,722
AB 939 Solid Waste	-	53,873
Recreation Services	375,986	20,971
	<u>\$ 2,236,358</u>	<u>\$ 2,236,358</u>

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS, Continued

C. Interfund Transfers, continued

The transfers were made primarily to fund approved projects, provide and to reimburse the general fund for certain capital related and operating expenditures. The most significant transfer was \$533,143 from the general fund to the capital improvement fund.

D. Capital Assets

Capital asset activity for the fiscal year ended June 30, 2020 was as follows on the next page:

	Balance July, 1 2019	Additions	Deletions	Balance June 30, 2020
Governmental Activities				
Nondepreciable capital assets:				
Land	\$ 9,976,344	\$ 200,046	\$ -	\$ 10,176,390
Park land site improvements	1,642,754	-	-	1,642,754
Construction in progress	4,663,535	5,266,467	-	9,930,002
Total nondepreciable capital assets	<u>\$ 16,282,633</u>	<u>\$ 5,466,513</u>	<u>\$ -</u>	<u>\$ 21,749,146</u>
Depreciable capital assets:				
Buildings	\$ 2,109,396	\$ -	\$ -	\$ 2,109,396
Machinery and equipment	1,338,573	263,863	-	1,602,436
Vehicles	549,697	45,283	7,990	586,990
Infrastructure	6,817,489	348,519	-	7,166,008
City pool and facilities	1,486,863	-	-	1,486,863
Total depreciable capital assets	<u>12,302,018</u>	<u>657,665</u>	<u>7,990</u>	<u>12,951,693</u>
Less accumulated depreciation				
Buildings	1,330,032	49,707	-	1,379,739
Machinery and equipment	800,362	59,421	-	859,783
Vehicles	426,572	22,817	7,990	441,399
Infrastructure	1,774,490	266,295	-	2,040,785
City pool and facilities	1,374,791	9,588	-	1,384,379
Total accumulated depreciation	<u>5,706,247</u>	<u>407,828</u>	<u>7,990</u>	<u>6,106,085</u>
Net depreciable capital assets	<u>\$ 6,595,771</u>	<u>\$ 249,837</u>	<u>\$ -</u>	<u>\$ 6,845,608</u>
Net capital assets	<u>\$ 22,878,404</u>	<u>\$ 5,716,350</u>	<u>\$ -</u>	<u>\$ 28,594,754</u>

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

Governmental Activities:	
General government	\$ 263,433
Parks and recreation programs	121,345
Community development	328
Public works	22,722
Total depreciation expense-governmental activities	<u>\$ 407,828</u>

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 3 – DETAIL NOTES ON ALL FUNDS, Continued

E. Long-Term Liabilities

Changes in Long-term Liabilities

Long-term debt activity for the 2020 fiscal year was as follows:

	Balance			Balance	Due Within
	July 1, 2019	Additions	Deletions	June 30, 2020	One Year
Compensated absences	\$ 124,991	\$ 291,348	\$ (278,408)	\$ 137,931	\$ 13,793
OPEB obligation	1,499,099	205,368	(62,984)	1,641,483	-
Net pension liability	7,510,128	1,363,335	(772,629)	8,100,834	-
Total	\$ 9,134,218	\$ 1,860,051	\$ (1,114,021)	\$ 9,880,248	\$ 13,793

The City’s general fund is normally used to liquidate the liability for compensated absences.

F. Restricted Net Positions and Non-spendable Fund Balances

The \$6,421,673 restricted amount in the governmental activities statement of net position represents amounts to be used only for specific purposes which restrictions are imposed by laws, formal agreements, or other governments. The restricted amounts consist of \$1,935,488 restricted for future capital projects, \$3,020,746 restricted for streets, \$631,820 restricted for housing, \$156,608 restricted for cable television access, and \$677,011 restricted for recycling. Non-spendable fund balances on the governmental funds balance sheet consisted of the following:

Purpose	Nonmajor Funds
Inventory	\$ 30,630

The pension stabilization arrangement was established by the City Council formally adopting an enabling resolution and entering into a third-party agreement for the pooled investment of the stabilization funds (an IRS section 115 irrevocable trust). The stabilization funds can only be spent for any pension related purpose. The City may, but is not required to do so, make addition deposits to the stabilization fund.

NOTE 4 – OTHER INFORMATION

A. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries insurance. The City, due to the costs of available coverage, participates in the California Joint Powers Insurance Authority (the Authority).

The risk of loss is transferred to the Authority for general liability, workers compensation and property damage claims. The general liability protection for each member is \$50 million per

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

A. Risk Management, continued

occurrence and \$50 million annual aggregate. The premiums paid by the City are subject to retrospective premium adjustments and refunds based upon the loss experience of all pool members. For workers compensation coverage, the City's protection is provided by the Authority per statutory liability under California Workers Compensation Law. All risk property coverage provided by the Authority has a \$50 million per occurrence limit, generally limited to scheduled property, which for the City was \$8,084,273. The City also obtains from the Authority insurance coverage for earthquake and flood, boiler and machinery, and a blanket fidelity bond. The City accounts for its insurance activities in its general fund. There were no material changes in coverage during the year except to increase the amount of covered scheduled property, no material claims liabilities for which the City is responsible, and no claims exceeding insurance coverage in the last three years.

B. Contingencies and Commitments

Litigation. The City is involved in litigation incurred in the normal course of conducting City business. City management believes that, based upon consultation with its counsel, these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City.

Shoreline Study. The City has entered into a multi-year contract with the U.S. Corp of Engineers to sponsor a study of shoreline storm damage, beach erosion and similar issues. The study is estimated to cost \$ 2.2 million and the

City is required to fund 50 percent of the cost. The City's share may be funded with cash or entirely by the City providing in-kind staff services.

C. Law Enforcement Agreement

The City, since 1992, has maintained an agreement with the Santa Barbara County Sheriff's Department to provide law enforcement services to the City of Carpinteria. These services are accounted for in the City's general fund and related expenditures are charged to public safety. The City's Public Employees Retirement Plan (PERS) for police employees pertains only to safety employees employed by the City prior to 1992, and the City made separate current contributions to that Plan based upon the PERS funding arrangements.

D. Public Employee Pension Plans

Plan Description – The plans are a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees Retirement System (CalPERS). The CalPERS is governed by a 13-member Board of Administration with six elected members, three appointed members and four ex officio members which include the State Treasurer, the State Controller, the Director of the California Department of Human Services and a designee of the State Personnel Board.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

D. Public Employee Pension Plans, continued

Benefits Provided – The CalPERS provides retirement, disability and death benefits. Retirement benefits are defined as 2.7 percent of the employees final 12 months average compensation times the employee’s years of service (2.0 percent for safety employees). Employees with 10 years of continuous service are eligible to retire at age 55 (age 50 for safety employees). Employees are eligible for service-related disability benefits regardless of the length of service. Five years of service is required for non-service-related disability eligibility. Disability benefits are determined in the same manner as retirement benefits but are payable immediately without an actuarial reduction. Pre-retirement death benefits equal an employee’s final full-year salary. Both plans provide for a 2 percent Cost of Living Adjustment (COLA). The public safety plan is closed to new entrants.

Contributions – Section 20814 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 July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ending June 30, 2019 (the measurement date), the average active employee contribution rate to the PERF-C cost sharing plan ranged from 2 percent to 15.25 percent of annual pay, and the employer contribution rates ranged from 4.13 percent to 1,011.38 percent. Contributions (employer) to the plans were \$ 695,301 for the fiscal year ended June 30, 2020.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions – At June 30, 2020 the City reported a liability of \$4,793,860 for its proportionate share of the net pension liability applicable to its regular employees and a \$3,306,974 net pension liability applicable to its former safety employees. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, rolled forward to June 30, 2019. 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 governments, actuarially determined. At June 30, 2020, the City’s proportion was 0.07906 percent, compared to 0.07794 percent at June 30, 2019.

For the June 30, 2020 fiscal year, the City recognized pension expense of \$966,109 for its regular employees and \$397,226 for the safety employees’ plan. At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

D. Public Employee Pension Plans, Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 539,523	\$ 16,451
Changes in assumptions	364,140	107,486
Net difference between projected and actual earnings on retirement plan investments	-	129,305
Changes in proportion and differences between City contributions and proportionate share of contributions	103,924	546,751
City contributions subsequent to the measurement date	695,301	-
	<u>\$ 1,702,888</u>	<u>\$ 799,993</u>

The \$695,301 reported as deferred outflows of resources related to pensions from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the plan measurement period ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	Amount
2021	\$ 331,135
2022	(173,279)
2023	23,951
2024	25,787
	<u>\$ 207,594</u>

Actuarial Assumptions – The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	Miscellaneous
Valuation Date	June 30, 2018
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Payroll Growth	3%
Projected Salary Increase	Varies by Entry Age and Service
Investment Rate of Return	7.00%
Mortality	Derived using CalPERS' Membership Data for all Funds (1)
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies; 2.75% thereafter

- (1) Net pension plan investment and administrative expenses including inflation.
- (2) The mortality table used was developed based on CalPERS' specific data. The table includes 15 years of mortality improvements using MP 2016 published by the Society of Actuaries. For more details on this table please refer to the 2017 experience study report.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

D. Public Employee Pension Plans, Continued

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Real Return Years 1-10(a)</u>	<u>Real Return Years 11+(b)</u>
Global Equity	50.0%	4.80%	5.98%
Global Fixed Income	28.0%	1.00%	2.62%
Inflation Sensitive	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Estate	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
Total	100.0%		

(a) An expected inflation of 2.00% was used for this period.

(b) An expected inflation of 2.92% was used for this period.

Discount Rate – The discount rate used to measure the total pension liability was 7.15 percent. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15 percent discount rate is adequate, and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.15 percent will be applied to all plans in the Public Employee Retirement Fund.

Sensitivity of the City’s proportionate share of the net pension liability to changes in the discount rate – The following presents the City’s proportionate share of the net pension liability calculated using the discount rate of 7.15 percent, as well as what the City’s proportionate share of 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:

	1% Decrease 6.15%	Current Discount Rate 7.15%	1% Increase 8.15%
City's proportionate share of net pension plan liability	\$ 12,193,285	\$ 8,100,834	\$ 4,730,444

Pension plan fiduciary net position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial report.

E. Other Post- Employment Benefits

Plan Description

The City administers the City’s retired employee’s healthcare plan, a single employer defined benefit health care plan. The plan provides medical benefits to eligible retired employees and their

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

E. Other Post-Employment Benefits, Continued

beneficiaries. The City’s plan is affiliated with the State of California PERS in so much as the City’s Health insurance premium payments are paid to the PERS. The PERS through an aggregation of single employer plans pools administrative functions in regard to purchases of commercial health insurance policies and coverage. City resolutions and regulations assign the authority to establish and amend benefit provisions to the City. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement Number 75.

The City participates in this State Health Insurance Pool (City resolutions 1839, 1840, 1841, May 22, 1989) administered by the California Public Employees Retirement System (CalPERS). Member agencies participating in the State Pool are subject to regulations of the Public Employees Medical and Hospital Care Act (PEMHCA) which requires that member agencies provide lifetime health benefits for retirees. California Government Code Section 22892 of the PEMHCA establishes the contracting agencies minimum health premium contribution for their participating active membership and requires that the employer contribution be an equal amount for retirees. The minimum employer contribution is currently \$105 monthly. Further, the City extends additional health insurance benefits to retirees (Resolutions numbers 1496 and 3063) that were employed on June 30, 1988 and who retire from the City after 20 years of qualified service. This benefit provides retirees with single-coverage HMO insurance through the City’s insurance program at City expense.

Benefits Provided

The City’s OPEB plan provides healthcare benefits to eligible retirees and their dependents. Benefits are provided through third party insurers, and the full cost of the benefits is provided by the Plan.

Employees Covered by the Benefit Terms

At June 30, 2020, the following employees were covered by the benefit terms:

Active plan members	30
Inactive plan members or beneficiaries currently receiving benefits	12
Inactive plan members entitled to but not yet receiving benefits	<u>8</u>
Total	<u><u>50</u></u>

The City’s OPEB Plan is closed to new entrants.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

E. Other Post-Employment Benefits, Continued

Contributions

City regulations grant authority to the City Council to establish and amend contribution requirements. Employees are not required to contribute to the plan. For the fiscal year ending June 30, 2020, the City's average contribution rate was 2.5 percent of covered employee payroll. The amount contributed for fiscal year 2020 was \$62,984.

Total OPEB Liability

The City's Total OPEB liability was measured as of June 30, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018, rolled forward to June 30, 2019.

Actuarial assumptions

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement unless otherwise specified:

Inflation	2.75%
Salary increases	3.00%
Discount rate	3.50%
Healthcare cost trend rate	Non-Medicare 7.25 percent for 2021 decreasing to an ultimate rate of 4 percent in 2076. Medicare 6.3% for 2021 decreasing to 4 percent in 2076. PEMHCA minimum increase 4.25 percent annually.

Mortality rates were based on the MP-2018 Health Annuitant Mortality Table for Males and Females, as appropriate, with adjustments for mortality improvements based on Scale AA. The actuarial assumptions used in the June 30, 2019 valuation were based on the results of CalPERS experience study for the period 1997-2015.

Change of Assumptions: The change in assumptions reflect a discount change of 3.87% in 2019 to 3.50% in 2020.

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

E. Other Post-Employment Benefits, Continued

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance at June 30, 2019 (Valuation Date June 30, 2018)	<u>\$ 1,499,099</u>
Changes recognized for the measurement period:	
Service cost	66,976
Interest	59,388
Assumption changes	79,004
Benefit payments	<u>(62,984)</u>
Net Changes	<u>142,384</u>
Balance at June 30, 2020 (Measurement Date June 30, 2019)	<u><u>\$ 1,641,483</u></u>

Sensitivity of the Total OPEB Liability to changes in the discount rate and health-care 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 a discount rate that is 1 percentage point lower (2.50 percent) or 1 percentage point higher (4.50 percent) than the current discount rate:

	<u>1% Decrease 2.50%</u>	<u>Discount Rate 3.50%</u>	<u>1% Increase 4.50%</u>
OPEB Liability	\$ 1,889,688	\$ 1,641,483	\$ 1,441,270

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

	<u>1% Decrease</u>	<u>Trend Rate</u>	<u>1% Increase</u>
OPEB Liability	\$ 1,420,895	\$ 1,641,483	\$ 1,919,481

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB – For the fiscal year ended June 30, 2020, the City recognized OPEB expense of \$(35,399). At June 30, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to the Total OPEB liability from the following sources:

City of Carpinteria
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2020

NOTE 4 – OTHER INFORMATION, Continued

E. Other Post-Employment Benefits, Continued

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 361,948
Changes of assumptions	67,034	496,192
Employer contributions made subsequent to the measurement date	-	-
	66,742	-
	<u>\$ 133,776</u>	<u>\$ 858,140</u>

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

Fiscal Year Ending June 30,	Amount
2021	\$ (161,763)
2022	(161,763)
2023	(161,763)
2024	(150,015)
2025	(122,609)
Thereafter	(33,193)
	<u>\$ (791,106)</u>

NOTE 5 – PRIOR PERIOD ADJUSTMENT

A prior period adjustment of (\$10,914) was made to the government wide financial statements and the Revolving Fund to correct interest posted to deferred revenues.

A prior period adjustment of \$ 260,499 was made to the government wide financial statements and the Housing Fund to correct loan receivable not recorded in prior years.

NOTE 6 – OTHER

On January 30, 2020, the World Health Organization (“WHO”) announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the “COVID-19 outbreak”) and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the City’s financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity as of the date of issuance of these financial statements.



**REQUIRED
SUPPLEMENTARY
INFORMATION**

CITY OF CARPINTERIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Property taxes	\$ 4,121,000	\$ 4,077,600	\$ 4,119,402	\$ 41,802
Sales taxes	4,046,000	4,439,500	4,714,243	274,743
Transient occupancy taxes	2,550,000	1,900,000	2,023,128	123,128
Franchises	715,000	752,000	757,307	5,307
License permits	236,700	312,800	301,979	(10,821)
Fines and forfeits	34,300	49,200	58,586	9,386
Interest and rents	126,550	169,450	377,166	207,716
Intergovernmental	250,000	256,000	452,187	196,187
Charges for services	350,550	310,600	292,288	(18,312)
Insurance reimbursement	572,500	475,000	579,854	104,854
Miscellaneous	260,100	156,800	137,868	(18,932)
Total revenues	<u>13,262,700</u>	<u>12,898,950</u>	<u>13,814,008</u>	<u>915,058</u>
EXPENDITURES:				
Current:				
General government	5,957,501	5,973,500	5,998,404	(24,904)
Public safety	4,192,900	4,168,900	4,151,713	17,187
Public works	1,930,730	537,000	577,845	(40,845)
Parks and recreation	288,900	118,700	116,212	2,488
Capital outlay	494,043	288,500	273,434	15,066
Total expenditures	<u>12,864,074</u>	<u>11,086,600</u>	<u>11,117,608</u>	<u>(31,008)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>398,626</u>	<u>1,812,350</u>	<u>2,696,400</u>	<u>884,050</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	729,989	242,100	241,857	(243)
Transfers out	<u>(921,335)</u>	<u>(1,412,550)</u>	<u>(1,273,523)</u>	<u>139,027</u>
Total other financing sources (uses)	<u>(191,346)</u>	<u>(1,170,450)</u>	<u>(1,031,666)</u>	<u>138,784</u>
Net change in fund balance	207,280	641,900	1,664,734	1,022,834
Fund balance - July 1	<u>9,122,590</u>	<u>9,122,590</u>	<u>9,122,590</u>	<u>-</u>
Fund Balance - June 30	<u>\$ 9,329,870</u>	<u>\$ 9,764,490</u>	<u>\$ 10,787,324</u>	<u>\$ 1,022,834</u>

CITY OF CARPINTERIA
MEASURE A SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Intergovernmental	\$ 760,000	\$ 737,200	\$ 855,187	\$ 117,987
Interest	25,000	50,000	110,531	60,531
Miscellaneous	110,000	700	700	-
Total revenues	<u>895,000</u>	<u>787,900</u>	<u>966,418</u>	<u>178,518</u>
EXPENDITURES:				
Current:				
Public works - Transportation	1,046,530	291,850	256,460	35,390
Capital outlay	1,160,000	146,600	163,083	(16,483)
Total expenditures	<u>2,206,530</u>	<u>438,450</u>	<u>419,543</u>	<u>18,907</u>
Excess(dediciency) of revenues over expenditures	<u>(1,311,530)</u>	<u>349,450</u>	<u>546,875</u>	<u>197,425</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>(223,513)</u>	<u>(350,400)</u>	<u>(409,673)</u>	<u>(59,273)</u>
Total other financing sources (uses)	<u>(223,513)</u>	<u>(350,400)</u>	<u>(409,673)</u>	<u>(59,273)</u>
Net change in fund balance	(1,535,043)	(950)	137,202	138,152
Fund balance - July 1	<u>2,079,099</u>	<u>2,079,099</u>	<u>2,079,099</u>	<u>-</u>
Fund Balance - June 30	<u>\$ 544,056</u>	<u>\$ 2,078,149</u>	<u>\$ 2,216,301</u>	<u>\$ 138,152</u>

CITY OF CARPINTERIA

SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY

Last 10 Years*

AS OF JUNE 30, 2020

The following table provides required supplementary information regarding the City's Pension Plan.

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Proportion of the net pension liability	0.07906%	0.07794%	0.07659%	0.07647%
Proportionate share of the net pension liability	\$ 8,100,834	\$ 7,510,128	\$ 7,595,683	\$ 6,617,331
Covered payroll	\$ 2,586,349	\$ 2,495,201	\$ 2,669,641	\$ 2,472,058
Proportionate share of the net pension liability as percentage of covered payroll	313.22%	300.98%	284.52%	267.69%
Plan's total pension liability	\$ 41,426,453,489	\$ 38,944,855,364	\$ 37,161,348,332	\$ 33,358,627,624
Plan's fiduciary net position	\$ 31,179,414,067	\$ 29,308,589,559	\$ 27,244,095,376	\$ 24,705,532,291
Plan fiduciary net position as a percentage of the total pension liability	75.26%	75.26%	73.31%	74.06%
	<u>2016</u>	<u>2015</u>		
Proportion of the net pension liability	0.07480%	0.07490%		
Proportionate share of the net pension liability	\$ 5,134,179	\$ 4,660,841		
Covered payroll	\$ 2,435,091	\$ 2,306,493		
Proportionate share of the net pension liability as percentage of covered payroll	210.84%	202.07%		
Plan's total pension liability	\$ 31,771,217,402	\$ 30,829,966,631		
Plan's fiduciary net position	\$ 24,907,305,871	\$ 24,607,502,515		
Plan fiduciary net position as a percentage of the total pension liability	78.40%	79.82%		

Notes to Schedule:

Changes in assumptions

In 2018, inflation was changed from 2.75% to 2.50% and individual salary increases and overall payroll growth were reduced from 3.00% to 2.75%.

In 2017, as part of the Asset Liability Management review cycle, the discount rate was changed from 7.65% to 7.15%.

In 2016, the discount rate was changed from 7.5% (net of administrative expense) to 7.65% to correct for an adjustment to exclude administrative expense.

In 2015, amounts reported as changes in assumptions resulted primarily from adjustments to expected retirement ages of general employees.

*- Fiscal year 2015 was the 1st year of implementation, therefore only six years are shown.

CITY OF CARPINTERIA

SCHEDULE OF PENSION CONTRIBUTIONS

Last 10 Years*

AS OF JUNE 30, 2020

The following table provides required supplementary information regarding the City's Pension Plan.

	2020	2019	2018	2017
Contractually required contribution (actuarially determined)	\$ 695,301	\$ 554,356	\$ 510,893	\$ 447,362
Contribution in relation to the actuarially determined contributions	(695,301)	(554,356)	(510,893)	(447,362)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 2,703,377	\$ 2,586,349	\$ 2,495,201	\$ 2,669,641
Contributions as a percentage of covered payroll	25.72%	21.43%	20.48%	16.76%
	2016	2015		
Contractually required contribution (actuarially determined)	\$ 685,896	\$ 328,288		
Contribution in relation to the actuarially determined contributions	(685,896)	(328,288)		
Contribution deficiency (excess)	\$ -	\$ -		
Covered payroll	\$ 2,472,058	\$ 2,435,091		
Contributions as a percentage of covered payroll	27.75%	13.48%		

Notes to Schedule

Valuation Date: 6/30/2018

The actuarial methods and assumptions used to set the actuarially determined contributions for fiscal year 2018/2019 were derived from the June 30, 2018 funding valuation report.

Actuarial Cost Method Entry Age Normal

Amortization Method/Period For details, see June 30, 2016 funding valuation report.

Inflation 2.50%

Salary Increases Varies by entry age and service

Payroll Growth 3.00%

Investment Rate of Return 7.0% net of pension plan investment and administrative expenses; includes inflation.

Retirement Age The probabilities of retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.

Mortality The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

*- Fiscal year 2015 was the 1st year of implementation, therefore only six years are shown.

CITY OF CARPINTERIA

SCHEDULE OF CHANGES IN THE OPEB LIABILITY AND RELATED RATIOS

Last 10 Years*

AS OF JUNE 30, 2020

Measurement Period	2020	2019	2018
Total OPEB Liability			
Service cost	\$ 66,976	\$ 193,627	\$ 217,554
Interest on the total OPEB liability	59,388	87,075	71,293
Difference between expected and actual experience	-	(498,532)	-
Changes in assumptions	79,004	(483,898)	(262,330)
Changes in benefit terms	-	-	-
Benefit payments	(62,984)	(75,620)	(68,028)
Net change in total OPEB Liability	<u>142,384</u>	<u>(777,348)</u>	<u>(41,511)</u>
Total OPEB liability- beginning	<u>1,499,099</u>	<u>2,276,447</u>	<u>2,317,958</u>
Total OPEB liability- ending (a)	<u>\$ 1,641,483</u>	<u>\$ 1,499,099</u>	<u>\$ 2,276,447</u>
Covered payroll	\$ 2,638,133	\$ 2,733,208	\$ 2,763,313
Total OPEB liability as a percentage of covered payroll	62.22%	54.85%	82.38%

*- Fiscal year 2018 was the 1st year of implementation, therefore only three years is shown.

CITY OF CARPINTERIA

SCHEDULE OF OPEB CONTRIBUTIONS

Last 10 Years*

AS OF JUNE 30, 2020

As of June 30, 2020, the plan is not administered through a qualified trust. Therefore there is no Actuarially Determined Contribution (ADC). Benefit payments of \$62,984 were made on a pay-as-you-go-basis for the fiscal year ended June 30, 2020.

As of June 30, 2019, the plan is not administered through a qualified trust. Therefore there is no Actuarially Determined Contribution (ADC). Benefit payments of \$75,620 were made on a pay-as-you-go-basis for the fiscal year ended June 30, 2019.

As of June 30, 2018, the plan is not administered through a qualified trust. Therefore there is no Actuarially Determined Contribution (ADC). Benefit payments of \$68,028 were made on a pay-as-you-go basis for the fiscal year ended June 30, 2018.

*- Fiscal year 2018 was the 1st year of implementation, therefore only three years is shown.

SUPPLEMENTARY INFORMATION



CITY OF CARPINTERIA
CAPITAL IMPROVEMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Grants	\$ 65,000	\$ 119,800	\$ 1,395,580	1,275,780
Intergovernmental grants	55,000	2,747,400	103,705	(2,643,695)
Special Assessments	-	-	19,803	19,803
Interest	-	15,000	47,794	32,794
Insurance Reimbursement	-	2,749,300	3,217,859	468,559
Total revenues	<u>120,000</u>	<u>5,631,500</u>	<u>4,784,741</u>	<u>(846,759)</u>
EXPENDITURES:				
Current:				
Capital Outlay	<u>382,500</u>	<u>6,897,050</u>	<u>6,112,854</u>	<u>784,196</u>
Total expenditures	<u>382,500</u>	<u>6,897,050</u>	<u>6,112,854</u>	<u>784,196</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(262,500)</u>	<u>(1,265,550)</u>	<u>(1,328,113)</u>	<u>(62,563)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>-</u>	<u>1,311,600</u>	<u>1,158,899</u>	<u>(152,701)</u>
Total other financing sources (uses)	<u>-</u>	<u>1,311,600</u>	<u>1,158,899</u>	<u>(152,701)</u>
Net change in fund balance	<u>(262,500)</u>	<u>46,050</u>	<u>(169,214)</u>	<u>(215,264)</u>
Fund balance - July 1	2,104,702	2,104,702	2,104,702	-
Fund balance - June 30	<u>1,842,202</u>	<u>2,150,752</u>	<u>1,935,488</u>	<u>(215,264)</u>

CITY OF CARPINTERIA
REVOLVING FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Intergovernmental grants	\$ 3,082,270	\$ 57,100	\$ 74,385	\$ 17,285
Total revenues	<u>3,082,270</u>	<u>57,100</u>	<u>74,385</u>	<u>17,285</u>
EXPENDITURES:				
Current:				
Supplies & materials	<u>3,104,421</u>	<u>32,900</u>	<u>47,645</u>	<u>(14,745)</u>
Total expenditures	<u>3,104,421</u>	<u>32,900</u>	<u>47,645</u>	<u>(14,745)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(22,151)</u>	<u>24,200</u>	<u>26,740</u>	<u>2,540</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(26,740)</u>	<u>(27,900)</u>	<u>(26,740)</u>	<u>1,160</u>
Total other financing sources(uses)	<u>(26,740)</u>	<u>(27,900)</u>	<u>(26,740)</u>	<u>1,160</u>
Net change in fund balance	<u>(48,891)</u>	<u>(3,700)</u>	<u>-</u>	<u>3,700</u>
Fund balance - July 1	10,914	10,914	10,914	-
Prior period adjustment	<u>-</u>	<u>-</u>	<u>(10,914)</u>	<u>-</u>
Fund balance - July 1, restated	<u>10,914</u>	<u>10,914</u>	<u>-</u>	<u>-</u>
Fund balance - June 30	<u>\$ (37,977)</u>	<u>\$ 7,214</u>	<u>\$ -</u>	<u>\$ 3,700</u>

NON-MAJOR GOVERNMENTAL FUNDS

The City has established the following governmental funds in order to account for the proceeds from revenue sources that are restricted to expenditures for specified purposes, debt service, and capital projects. Budgets are prepared using the modified accrual basis of accounting consistent with U.S. generally accepted accounting principles.

Special Revenue Funds:

Traffic Safety Fund - The Traffic Safety Fund is used to account for the receipt of fines assessed to violators of the California Vehicle Code within the City limits. Monies from this fund must be used for traffic safety purposes such as traffic signs and markings and related traffic safety enforcement activities

Road Maintenance Rehab Fund - The Road Maintenance Fund is used to account for road maintenance and rehabilitation, safety projects, railroad grade separations, traffic control devices, and complete street components, including active transportation purposes, pedestrian and bicycle safety projects, transit facilities, and drainage and storm water capture projects in conjunction with any other allowable project. Funds made available by the program may also be used to satisfy a match requirement in order to obtain State or Federal funds for projects authorized by this subdivision.

Park Maintenance Fund - The Park Maintenance Fund is used to account for the receipt of special tax to be levied. The revenue from this fund are collected based upon authority of a public vote held on June 3, 1997 whereby over two-thirds of the voters approved. Expenditures from this fund are for parks maintenance needs including equipment replacement, water, grounds keeping and other enhancements.

Gas Tax Fund - The Gas Tax Fund is used to account for State Gas Tax Funds received as the City's share of the state-wide tax on gasoline and other motor vehicle fuels. Gas Tax Funds may only be used for construction, reconstruction and maintenance of public streets, drains and other right of way expenses, including labor costs

Local Transportation Fund - The Local Transportation Fund is used to account for the City's share of the State Sales Tax on motor vehicle fuels. Revenues from this source must be used for maintenance of bikeways and are administered by the Santa Barbara County Association of Governments.

Tidelands Trust Fund - The Tidelands Trust Fund is used to account for revenues received from the City's offshore tidelands which were granted in trust to the City by the State. In addition to interest earnings, revenues are also derived from annual lease payments from oil company off-shore pipelines and the pier as well as a share of state royalty payments which are authorized to public agencies maintaining public recreational beaches fronting a producing oil field. These monies may only be used for beach related purposes.

Street Lighting Fund - The Street Lighting Fund is used to account for the Street Lighting District #1 that is officially an independent special district governed by the City Council and is included within the City's overall budget for convenience. District revenues are derived from the district's share of the advalorem tax pursuant to Proposition 13 in addition to interest earnings and state assistance. Moneys from this fund may be expended on street lighting, parking lot lighting and other public lighting operations, maintenance and capital improvements.

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds:

Right of Way Assessment District Fund - The R-O-W Assessment District Fund is used to account for the special right-of-way assessment placed on all eligible properties throughout the City. Revenues for this fund are the individual assessments plus interest earned. Expenditures from this fund must be used only for repairs and improvements to curves, gutters, sidewalks and other right-of-way improvements plus operation and maintenance of the City's street tree program.

Parking and Business Improvement Area Fund - The Parking and Business Improvement Area Fund is used to account funds collected and expended pursuant to the California Parking and Business Improvement Area Law of 1989. Businesses are assessed for business improvement and promotion activities. Certain businesses are assessed an additional amount to assist in payment of annual obligations to finance the construction of these parking lots.

AB 939 Fund - The AB 939 Fund is used to account for fees paid by the solid waste collection franchisee for implementation of the City's integrated solid waste management program. The authority for the collection of such fees is the Integrated Waste Management Act of 1989 (State Assembly Bill 939). In addition to the general administration of the City's solid waste program, funds are also used to finance special hazardous waste collection day.

Measure D Fund - The Measure D Fund is used to account Measure "D" funds, the county wide sales tax on motor vehicle fuel which was approved by the voters of the County. The program is administered by the Santa Barbara County Association of Governments. Funds under this program must be used for local transit, street and right-of-way maintenance and improvements and street related capital improvements pursuant to the City-adopted Five Year Program of Projects which is updated and reviewed annually.

Recreation Services Fund - The Recreation Services Fund is used to account for the Community Pool, The City's recreational programming, the revenues and expenses of the Veteran's Memorial Building are all included in this fund. Revenues into this fund include user fees from the various programming as well as a general fund subsidy. Expenses are all associated with facilities and programming incorporated in this fund.

Housing Fund - The Housing Fund is used to account for the Workforce Homebuyers Down Payment Loan Program to expand homeownership opportunities in the City.

Peg Fee Fund - The Public, Education, Government (PEG) Fund is used to account for fees to be used for cable television programming.

CITY OF CARPINTERIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020

Special Revenue Funds								
	Traffic Safety	Road Maintenance Rehabilitatio	Park Maintenance	Gas Tax	Local Transportation	Tidelands Trust	Street Lighting	Right of Way
ASSETS:								
Cash and investments	\$27,378	\$ 324,972	\$ 10	\$ 58,168	\$ 110,211	\$138,009	\$ 276,738	\$ 4,171
Receivables:								
Accounts	98	1,164	-	212	392	514	991	-
Intergovernmental	1,115	17,059	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	-
Total assets	<u>\$28,591</u>	<u>\$ 343,195</u>	<u>\$ 10</u>	<u>\$ 58,380</u>	<u>\$ 110,603</u>	<u>\$138,523</u>	<u>\$ 277,729</u>	<u>\$ 4,171</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:								
LIABILITIES:								
Accounts payable	\$ 1,000	\$ -	\$ 26,386	\$ 12,063	\$ -	\$ 2,232	\$ 21,560	\$ 5,836
Total liabilities	<u>1,000</u>	<u>-</u>	<u>26,386</u>	<u>12,063</u>	<u>-</u>	<u>2,232</u>	<u>21,560</u>	<u>5,836</u>
DEFERRED INFLOWS OF RESOURCES:								
Deferred revenue	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted for recycling	-	-	-	-	-	-	-	-
Restricted for cable television access	-	-	-	-	-	-	-	-
Restricted for recreation services	-	-	-	-	-	136,291	-	-
Restricted for streets	27,591	343,195	-	46,317	110,603	-	256,169	-
Restricted for housing	-	-	-	-	-	-	-	-
Unassigned	-	-	(26,376)	-	-	-	-	(1,665)
Total fund balances	<u>27,591</u>	<u>343,195</u>	<u>(26,376)</u>	<u>46,317</u>	<u>110,603</u>	<u>136,291</u>	<u>256,169</u>	<u>(1,665)</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$28,591</u>	<u>\$ 343,195</u>	<u>\$ 10</u>	<u>\$ 58,380</u>	<u>\$ 110,603</u>	<u>\$138,523</u>	<u>\$ 277,729</u>	<u>\$ 4,171</u>

CITY OF CARPINTERIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020

	Special Revenue Funds						
	Parking and Business	AB 939 Solid Waste	Measure D	Recreation Services	Housing	Peg Fee	Totals
ASSETS:							
Cash and investments	\$47,045	\$ 338,837	\$ 130,729	\$ 4,400	\$ 538,173	\$ 147,733	\$ 2,146,574
Receivables:							
Accounts	168	68,734	468	13,643	1,716	529	88,629
Intergovernmental	-	-	-	-	-	11,177	29,351
Inventory	-	-	-	30,630	-	-	30,630
Notes receivable	-	-	-	-	568,600	-	568,600
Total assets	<u>\$47,213</u>	<u>\$ 407,571</u>	<u>\$ 131,197</u>	<u>\$ 48,673</u>	<u>\$ 1,108,489</u>	<u>\$ 159,439</u>	<u>\$ 2,863,784</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:							
LIABILITIES:							
Accounts payable	<u>\$ 1,642</u>	<u>\$ 23,021</u>	<u>\$ -</u>	<u>\$ 21,407</u>	<u>\$ 8,069</u>	<u>\$ 2,831</u>	<u>\$ 126,047</u>
Total liabilities	<u>1,642</u>	<u>23,021</u>	<u>-</u>	<u>21,407</u>	<u>8,069</u>	<u>2,831</u>	<u>126,047</u>
DEFERRED INFLOWS OF RESOURCES:							
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>568,600</u>	<u>-</u>	<u>568,600</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>568,600</u>	<u>-</u>	<u>568,600</u>
FUND BALANCES:							
Nonspendable	-	-	-	30,630	-	-	30,630
Restricted for recycling	-	384,550	-	-	-	-	384,550
Restricted for cable television access	-	-	-	-	-	156,608	156,608
Restricted for recreation services	-	-	-	-	-	-	136,291
Restricted for streets	45,571	-	131,197	-	-	-	960,643
Restricted for housing	-	-	-	-	531,820	-	531,820
Unassigned	-	-	-	(3,364)	-	-	(31,405)
Total fund balances	<u>45,571</u>	<u>384,550</u>	<u>131,197</u>	<u>27,266</u>	<u>531,820</u>	<u>156,608</u>	<u>2,169,137</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$47,213</u>	<u>\$ 407,571</u>	<u>\$ 131,197</u>	<u>\$ 48,673</u>	<u>\$ 1,108,489</u>	<u>\$ 159,439</u>	<u>\$ 2,863,784</u>

CITY OF CARPINTERIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2020

	Special Revenue Funds							
	Traffic Safety	Road Maintenance Rehabilitation	Park Maintenance	Gas Tax	Local Transportation	Tidelands Trust	Street Lighting	Right of Way
REVENUES:								
Taxes	\$ -	\$ -	\$ 174,208	\$ -	\$ -	\$ -	\$ 194,004	\$ 198,719
Special assessments	-	-	29,500	-	-	-	-	-
Fines and forfeits	16,915	-	-	-	-	-	-	-
Intergovernmental	-	236,941	-	295,049	11,320	-	-	-
Interest	1,313	14,214	(8)	3,014	4,766	6,680	11,553	1
Charges for services	-	-	13,874	-	-	-	-	-
Miscellaneous	-	-	7,423	16,743	-	344,113	-	2,684
Total revenues	<u>18,228</u>	<u>251,155</u>	<u>224,997</u>	<u>314,806</u>	<u>16,086</u>	<u>350,793</u>	<u>205,557</u>	<u>201,404</u>
EXPENDITURES:								
Current:								
General government	-	-	-	-	-	-	-	-
Public safety	20,876	-	-	-	-	-	-	-
Public works - streets and recycling	-	-	-	291,775	235	-	135,209	324,526
Parks, recreation and tidelands	-	-	430,877	-	-	228,684	-	-
Total expenditures	<u>20,876</u>	<u>-</u>	<u>430,877</u>	<u>291,775</u>	<u>235</u>	<u>228,684</u>	<u>135,209</u>	<u>324,526</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,648)</u>	<u>251,155</u>	<u>(205,880)</u>	<u>23,031</u>	<u>15,851</u>	<u>122,109</u>	<u>70,348</u>	<u>(123,122)</u>
OTHER FINANCING SOURCES (USES):								
Transfers in	-	-	222,342	83,399	-	-	-	153,875
Transfers out	-	(243,431)	(42,838)	(29,296)	(280)	(68,317)	(19,276)	(32,418)
Total other financing sources (uses)	<u>-</u>	<u>(243,431)</u>	<u>179,504</u>	<u>54,103</u>	<u>(280)</u>	<u>(68,317)</u>	<u>(19,276)</u>	<u>121,457</u>
Net change in fund balances	<u>(2,648)</u>	<u>7,724</u>	<u>(26,376)</u>	<u>77,134</u>	<u>15,571</u>	<u>53,792</u>	<u>51,072</u>	<u>(1,665)</u>
Fund balances - July 1	30,239	335,471	-	(30,818)	95,032	82,499	205,098	-
Prior-period adjustment	-	-	-	-	-	-	-	-
Fund balances - July 1 - restated	<u>30,239</u>	<u>335,471</u>	<u>-</u>	<u>(30,818)</u>	<u>95,032</u>	<u>82,499</u>	<u>205,098</u>	<u>-</u>
Fund balances - June 30	<u>\$ 27,591</u>	<u>\$ 343,195</u>	<u>\$ (26,376)</u>	<u>\$ 46,316</u>	<u>\$ 110,603</u>	<u>\$ 136,291</u>	<u>\$ 256,170</u>	<u>\$ (1,665)</u>

CITY OF CARPINTERIA
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR FISCAL YEAR ENDED JUNE 30, 2020

	Special Revenue Funds						
	Parking and Business Improvement	AB 939 Solid Waste	Measure D	Recreation Services	Housing	Peg Fee	Totals
REVENUES:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 566,931
Special assessments	13,789	-	-	-	-	56,742	100,031
Fines and forfeits	-	-	-	-	-	-	16,915
Intergovernmental	-	-	-	-	-	-	543,310
Interest	2,439	15,328	6,382	(15)	20,011	6,179	91,857
Charges for services	-	243,819	-	354,161	10,000	-	621,854
Miscellaneous	-	1,373	-	-	11,889	2,188	386,413
Total revenues	<u>16,228</u>	<u>260,520</u>	<u>6,382</u>	<u>354,146</u>	<u>41,900</u>	<u>65,109</u>	<u>2,327,311</u>
EXPENDITURES:							
Current:							
General government	17,856	-	-	-	30,690	73,737	122,283
Public safety	-	-	-	-	-	-	20,876
Public works - streets and recycling	-	192,374	40,584	-	-	-	984,703
Parks, recreation and tidelands	-	-	-	706,610	-	-	1,366,171
Total expenditures	<u>17,856</u>	<u>192,374</u>	<u>40,584</u>	<u>706,610</u>	<u>30,690</u>	<u>73,737</u>	<u>2,494,033</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,628)</u>	<u>68,146</u>	<u>(34,202)</u>	<u>(352,464)</u>	<u>11,210</u>	<u>(8,628)</u>	<u>(166,722)</u>
OTHER FINANCING SOURCES (USES):							
Transfers in	-	-	-	375,986	-	-	835,602
Transfers out	<u>(15,722)</u>	<u>(53,873)</u>	<u>-</u>	<u>(20,971)</u>	<u>-</u>	<u>-</u>	<u>(526,422)</u>
Total other financing sources (uses)	<u>(15,722)</u>	<u>(53,873)</u>	<u>-</u>	<u>355,015</u>	<u>-</u>	<u>-</u>	<u>309,180</u>
Net change in fund balances	<u>(17,350)</u>	<u>14,273</u>	<u>(34,202)</u>	<u>2,551</u>	<u>11,210</u>	<u>(8,628)</u>	<u>142,458</u>
Fund balances - July 1	62,920	370,278	165,399	24,715	260,111	165,236	1,766,180
Prior-period adjustment	-	-	-	-	260,499	-	260,499
Fund balances - July 1 - restated	<u>62,920</u>	<u>370,278</u>	<u>306,796</u>	<u>24,715</u>	<u>520,610</u>	<u>165,236</u>	<u>2,026,679</u>
Fund balances - June 30	<u>\$ 45,570</u>	<u>\$ 384,551</u>	<u>\$ 131,197</u>	<u>\$ 27,266</u>	<u>\$ 531,820</u>	<u>\$ 156,608</u>	<u>\$ 2,169,137</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
TRAFFIC SAFETY FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Fines and forfeits	\$ 32,000	\$ 28,000	\$ 16,915	\$ (11,085)
Interest	100	400	1,313	913
Total revenues	<u>32,100</u>	<u>28,400</u>	<u>18,228</u>	<u>(10,172)</u>
EXPENDITURES:				
Current:				
Public safety:				
Contract services	12,000	12,000	12,000	-
Wages and benefits	<u>8,745</u>	<u>8,650</u>	<u>8,876</u>	<u>(226)</u>
Total expenditures	<u>20,745</u>	<u>20,650</u>	<u>20,876</u>	<u>(226)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,355</u>	<u>7,750</u>	<u>(2,648)</u>	<u>(10,398)</u>
Fund balance - July 1	<u>30,239</u>	<u>30,239</u>	<u>30,239</u>	<u>-</u>
Fund balance - June 30	<u>\$ 41,594</u>	<u>\$ 37,989</u>	<u>\$ 27,591</u>	<u>\$ (10,398)</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
ROAD MAINTENANCE REHABILITATION FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Intergovernmental grant:				
SB1 Road maintenance rehabilitation	\$ 225,500	\$ 228,100	\$ 236,941	\$ 8,841
Interest	700	6,000	14,214	8,214
	<u>226,200</u>	<u>234,100</u>	<u>251,155</u>	<u>17,055</u>
EXPENDITURES:				
Capital outlay:				
Streets project	525,486	-	-	-
	<u>525,486</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(299,286)</u>	<u>234,100</u>	<u>251,155</u>	<u>17,055</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	-	(272,500)	(243,431)	29,069
	<u>-</u>	<u>(272,500)</u>	<u>(243,431)</u>	<u>29,069</u>
Net change in fund balance	(299,286)	(38,400)	7,724	46,124
Fund balance - July 1	<u>335,471</u>	<u>335,471</u>	<u>335,471</u>	<u>-</u>
Fund balance - June 30	<u>\$ 36,185</u>	<u>\$ 297,071</u>	<u>\$ 343,195</u>	<u>\$ 46,124</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
PARK MAINTENANCE FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Budget</u>	<u>Actual</u>	
REVENUES:				
Taxes and assessments:				
Special park tax	\$ 155,000	\$ 155,000	\$ 153,979	\$ (1,021)
Bluffs endowment	26,500	56,500	29,500	(27,000)
Berm assessment	20,700	20,400	20,229	(171)
Interest	-	-	(8)	(8)
Charges for services:				
Park rentals	18,000	13,700	13,874	174
Miscellaneous	300	3,800	7,423	3,623
Total revenues	<u>220,500</u>	<u>249,400</u>	<u>224,997</u>	<u>(24,403)</u>
EXPENDITURES:				
Current:				
Parks:				
Wages and benefits	210,860	110,000	111,024	(1,024)
Maintenance	155,000	155,000	199,963	(44,963)
Utilities	75,023	75,700	77,288	(1,588)
Other services supplies	25,700	88,550	42,602	45,948
Total expenditures	<u>466,583</u>	<u>429,250</u>	<u>430,877</u>	<u>(1,627)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(246,083)</u>	<u>(179,850)</u>	<u>(205,880)</u>	<u>(26,030)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	360,318	222,750	222,342	(408)
Transfers out	<u>(114,235)</u>	<u>(42,900)</u>	<u>(42,838)</u>	<u>62</u>
Total other financing sources (uses)	<u>246,083</u>	<u>179,850</u>	<u>179,504</u>	<u>(346)</u>
Net change in fund balance	-	-	(26,376)	(26,376)
Fund balance - July 1	-	-	-	-
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (26,376)</u>	<u>\$ (26,376)</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
GAS TAX FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Intergovernmental:				
State gas taxes	\$ 340,400	\$ 301,800	\$ 295,049	\$ (6,751)
Interest	1,800	-	3,014	3,014
Miscellaneous	15,500	15,400	16,743	1,343
Total revenues	<u>357,700</u>	<u>317,200</u>	<u>314,806</u>	<u>(2,394)</u>
EXPENDITURES:				
Current:				
Streets:				
Wages and benefits	346,500	187,000	207,207	(20,207)
Street Maintenance	183,850	78,300	78,968	(668)
Engineering	-	5,600	5,600	-
Total expenditures	<u>530,350</u>	<u>270,900</u>	<u>291,775</u>	<u>(20,875)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(172,650)</u>	<u>46,300</u>	<u>23,031</u>	<u>(23,269)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	235,484	83,600	83,399	(201)
Transfers out	<u>(78,115)</u>	<u>(29,350)</u>	<u>(29,296)</u>	<u>54</u>
Total other financing sources (uses)	<u>157,369</u>	<u>54,250</u>	<u>54,103</u>	<u>(147)</u>
Net change in fund balance	(15,281)	100,550	77,134	(23,416)
Fund balance - July 1	<u>(30,818)</u>	<u>(30,818)</u>	<u>(30,818)</u>	<u>-</u>
Fund balance - June 30	<u>\$ (46,099)</u>	<u>\$ 69,732</u>	<u>\$ 46,316</u>	<u>\$ (23,416)</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
LOCAL TRANSPORTATION FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Intergovernmental:				
Transportation Development Act	\$ 9,000	\$ 10,000	\$ 11,320	\$ 1,320
Interest	1,000	2,000	4,766	2,766
Total revenues	<u>10,000</u>	<u>12,000</u>	<u>16,086</u>	<u>4,086</u>
EXPENDITURES:				
Current:				
Streets:				
Bikeway maintenance	<u>10,000</u>	<u>-</u>	<u>235</u>	<u>(235)</u>
Total expenditures	<u>10,000</u>	<u>-</u>	<u>235</u>	<u>(235)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>12,000</u>	<u>15,851</u>	<u>3,851</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(747)</u>	<u>(350)</u>	<u>(280)</u>	<u>70</u>
Total other financing sources (uses)	<u>(747)</u>	<u>(350)</u>	<u>(280)</u>	<u>70</u>
Net change in fund balance	(747)	11,650	15,571	3,921
Fund balance - July 1	<u>95,032</u>	<u>95,032</u>	<u>95,032</u>	<u>-</u>
Fund balance - June 30	<u>\$ 94,285</u>	<u>\$ 106,682</u>	<u>\$ 110,603</u>	<u>\$ 3,921</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
TIDELAND TRUST FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Interest	\$ 1,500	\$ 4,000	\$ 6,680	\$ 2,680
Miscellaneous:				
Rents and leases	285,000	307,000	342,050	35,050
Contributions	200	200	2,063	1,863
	<u>286,700</u>	<u>311,200</u>	<u>350,793</u>	<u>39,593</u>
Total revenues				
EXPENDITURES:				
Current:				
Parks and recreation:				
Wages and benefits	83,620	140,750	156,698	(15,948)
Marsh/Bluffs maintenance	20,000	27,800	29,332	(1,532)
Services and supplies	23,100	28,800	29,654	(854)
Dues & subscriptions	12,500	13,000	13,000	-
	<u>139,220</u>	<u>210,350</u>	<u>228,684</u>	<u>(18,334)</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>147,480</u>	<u>100,850</u>	<u>122,109</u>	<u>21,259</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(172,448)</u>	<u>(66,850)</u>	<u>(68,317)</u>	<u>(1,467)</u>
Total other financing sources (uses)	<u>(172,448)</u>	<u>(66,850)</u>	<u>(68,317)</u>	<u>(1,467)</u>
Net change in fund balance	(24,968)	34,000	53,792	19,792
Fund balance - July 1	<u>82,499</u>	<u>82,499</u>	<u>82,499</u>	<u>-</u>
Fund balance - June 30	<u>\$ 57,531</u>	<u>\$ 116,499</u>	<u>\$ 136,291</u>	<u>\$ 19,792</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
STREET LIGHTING DISTRICT FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Taxes and assessments:				
Street lighting ad valorem assessments	\$ 189,100	\$ 192,000	\$ 194,004	\$ 2,004
Interest	4,000	4,000	11,553	7,553
Total revenues	<u>193,100</u>	<u>196,000</u>	<u>205,557</u>	<u>9,557</u>
EXPENDITURES:				
Current:				
Streets:				
Street lighting	<u>172,000</u>	<u>133,050</u>	<u>135,209</u>	<u>(2,159)</u>
Total expenditures	<u>172,000</u>	<u>133,050</u>	<u>135,209</u>	<u>(2,159)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>21,100</u>	<u>62,950</u>	<u>70,348</u>	<u>7,398</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(51,404)</u>	<u>(19,350)</u>	<u>(19,276)</u>	<u>74</u>
Total other financing sources (uses)	<u>(51,404)</u>	<u>(19,350)</u>	<u>(19,276)</u>	<u>74</u>
Net change in fund balance	(30,304)	43,600	51,072	7,472
Fund balance - July 1	<u>205,098</u>	<u>205,098</u>	<u>205,098</u>	<u>-</u>
Fund balance - June 30	<u>\$ 174,794</u>	<u>\$ 248,698</u>	<u>\$ 256,170</u>	<u>\$ 7,472</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
RIGHT OF WAY FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Taxes and assessments:				
Street right of way special assessments	\$ 195,000	\$ 195,000	\$ 198,719	\$ 3,719
Interest	-	-	1	1
Miscellaneous	700	200	2,684	2,484
	<u>195,700</u>	<u>195,200</u>	<u>201,404</u>	<u>6,204</u>
Total revenues				
EXPENDITURES:				
Current:				
Streets:				
Wages and benefits	194,410	186,800	191,497	(4,697)
Services and supplies	128,950	127,400	133,029	(5,629)
	<u>323,360</u>	<u>314,200</u>	<u>324,526</u>	<u>(10,326)</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>(127,660)</u>	<u>(119,000)</u>	<u>(123,122)</u>	<u>(4,122)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	214,102	151,500	153,875	2,375
Transfers out	(86,442)	(32,500)	(32,418)	82
	<u>127,660</u>	<u>119,000</u>	<u>121,457</u>	<u>2,457</u>
Total other financing sources (uses)				
Net change in fund balance	-	-	(1,665)	(1,665)
Fund balance - July 1	-	-	-	-
Fund balance - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,665)</u>	<u>\$ (1,665)</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
PARKING AND BUSINESS IMPROVEMENT FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Taxes and assessments:				
Parking lot special assessments	\$ 15,000	\$ 15,000	\$ 13,789	\$ (1,211)
Interest	800	1,000	2,439	1,439
Total revenues	<u>15,800</u>	<u>16,000</u>	<u>16,228</u>	<u>228</u>
EXPENDITURES:				
Current:				
Parking lot maintenance	40,000	14,000	4,420	9,580
Marketing and promotion	16,000	4,950	13,436	(8,486)
Total expenditures	<u>56,000</u>	<u>18,950</u>	<u>17,856</u>	<u>1,094</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(40,200)</u>	<u>(2,950)</u>	<u>(1,628)</u>	<u>1,322</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(2,785)</u>	<u>(41,050)</u>	<u>(15,722)</u>	<u>25,328</u>
Total other financing sources (uses)	<u>(2,785)</u>	<u>(41,050)</u>	<u>(15,722)</u>	<u>25,328</u>
Net change in fund balance	(42,985)	(44,000)	(17,350)	26,650
Fund balance - July 1	<u>62,920</u>	<u>62,920</u>	<u>62,920</u>	<u>-</u>
Fund balance - June 30	<u>\$ 19,935</u>	<u>\$ 18,920</u>	<u>\$ 45,570</u>	<u>\$ 26,650</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
AB 939 SOLID WASTE FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Interest	\$ 3,000	\$ 7,000	\$ 15,328	\$ 8,328
Charges for services:				
Solid waste management fees	236,600	240,000	243,819	3,819
Miscellaneous	-	-	1,373	1,373
Total revenues	<u>239,600</u>	<u>247,000</u>	<u>260,520</u>	<u>13,520</u>
EXPENDITURES:				
Current:				
Public works:				
Waste oil collection	<u>150,500</u>	<u>204,750</u>	<u>192,374</u>	<u>12,376</u>
Total expenditures	<u>150,500</u>	<u>204,750</u>	<u>192,374</u>	<u>12,376</u>
Excess (deficiency) of revenues over (under) expenditures	<u>89,100</u>	<u>42,250</u>	<u>68,146</u>	<u>25,896</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(143,662)</u>	<u>(53,950)</u>	<u>(53,873)</u>	<u>77</u>
Total other financing sources (uses)	<u>(143,662)</u>	<u>(53,950)</u>	<u>(53,873)</u>	<u>77</u>
Net change in fund balance	(54,562)	(11,700)	14,273	25,973
Fund balance - July 1	<u>370,278</u>	<u>370,278</u>	<u>370,278</u>	<u>-</u>
Fund balance - June 30	<u>\$ 315,716</u>	<u>\$ 358,578</u>	<u>\$ 384,551</u>	<u>\$ 25,973</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
MEASURE D FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Interest	\$ 2,000	\$ 2,000	\$ 6,382	\$ 4,382
Total revenues	<u>2,000</u>	<u>2,000</u>	<u>6,382</u>	<u>4,382</u>
EXPENDITURES:				
Capital outlay:				
Street maintenance	<u>168,170</u>	<u>47,500</u>	<u>40,584</u>	<u>6,916</u>
Total expenditures	<u>168,170</u>	<u>47,500</u>	<u>40,584</u>	<u>6,916</u>
Net change in fund balance	(166,170)	(45,500)	(34,202)	11,298
Fund balance - July 1	<u>165,399</u>	<u>165,399</u>	<u>165,399</u>	<u>-</u>
Fund balance - June 30	<u>\$ (771)</u>	<u>\$ 119,899</u>	<u>\$ 131,197</u>	<u>\$ 11,298</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
RECREATION FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Interest	\$ -	\$ -	\$ (15)	\$ (15)
Charges for services:				
Pool and Recreation programs	402,700	308,700	354,161	45,461
Total revenues	402,700	308,700	354,146	45,446
EXPENDITURES:				
Current:				
Wages and benefits	394,610	305,750	456,147	(150,397)
Services and supplies	234,920	283,450	158,327	125,123
Utilities	79,100	82,250	92,136	(9,886)
Total expenditures	708,630	671,450	706,610	(35,160)
Excess (deficiency) of revenues over (under) expenditures	(305,930)	(362,750)	(352,464)	10,286
OTHER FINANCING SOURCES (USES):				
Transfers in	361,853	359,100	375,986	16,886
Transfers out	(55,923)	(21,000)	(20,971)	29
Total other financing sources (uses)	305,930	338,100	355,015	16,915
Net change in fund balance	-	(24,650)	2,551	27,201
Fund balance - July 1	24,715	24,715	24,715	-
Fund balance - June 30	\$ 24,715	\$ 65	\$ 27,266	\$ 27,201

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
HOUSING FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Interest	\$ -	\$ 1,000	\$ 20,011	\$ 19,011
Charges for service	-	10,000	10,000	-
Miscellaneous	-	6,800	11,889	5,089
Total revenues	-	17,800	41,900	24,100
EXPENDITURES:				
Current:				
Contract services	-	22,700	30,690	(7,990)
Total expenditures	-	22,700	30,690	(7,990)
Excess (deficiency) of revenues over (under) expenditures	-	(4,900)	11,210	16,110
Fund balance - July 1	260,111	260,111	260,111	-
Prior period adjustment	-	-	260,499	260,499
Fund balance - July 1-restated	260,111	260,111	520,610	260,499
Fund balance - June 30	<u>\$ 260,111</u>	<u>\$ 255,211</u>	<u>\$ 531,820</u>	<u>\$ 276,609</u>

CITY OF CARPINTERIA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
PEG FEE FUND - SPECIAL REVENUE FUND
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES:				
Interest	\$ -	\$ 1,000	\$ 6,179	\$ 5,179
Special assessments	-	56,700	56,742	42
Miscellaneous	-	2,200	2,188	(12)
Total revenues	-	59,900	65,109	5,209
EXPENDITURES:				
Current:				
Contract services	-	75,900	73,737	2,163
Total expenditures	-	75,900	73,737	2,163
Excess (deficiency) of revenues over (under) expenditures	-	(16,000)	(8,628)	7,372
Fund balance - July 1	165,236	165,236	165,236	-
Fund balance - June 30	<u>\$ 165,236</u>	<u>\$ 149,236</u>	<u>\$ 156,608</u>	<u>\$ 7,372</u>



CITY OF CARPINTERIA

STATISTICAL SECTION

FOR THE FISCAL YEAR ENDING JUNE 30, 2020

This part of the City of Carpinteria’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information reveals about the City’s overall financial health.

Contents

Financial Trends	94
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	
Revenue Capacity	100
These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	
Debt Capacity	105
These schedules present information to help assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Demographic and Economic Information	110
These schedules offer demographic and economic indicators to help understand the environment within which the City’s financial activities take place.	
Operating Information	112
These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	

CITY OF CARPINTERIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020
Governmental activities					
Net investment in capital assets	\$ 19,256,641	\$ 19,923,896	\$ 21,201,117	\$ 22,878,404	\$ 28,594,754
Restricted	5,949,721	7,159,751	6,673,049	5,951,166	6,421,673
Unrestricted	1,373,207	(260,945)	(623,857)	655,489	1,553,460
Total governmental activities net position	<u>\$ 26,579,569</u>	<u>\$ 26,822,702</u>	<u>\$ 27,250,309</u>	<u>\$ 29,485,059</u>	<u>\$ 36,569,887</u>
Primary government (City wide totals)					
Net investment in capital assets	\$ 19,256,641	\$ 19,923,896	\$ 21,201,117	\$ 22,878,404	\$ 28,594,754
Restricted	5,949,721	7,159,751	6,673,049	5,951,166	6,421,673
Unrestricted	1,373,207	(260,945)	(623,857)	655,489	1,553,460
Total primary government net position	<u>\$ 26,579,569</u>	<u>\$ 26,822,702</u>	<u>\$ 27,250,309</u>	<u>\$ 29,485,059</u>	<u>\$ 36,569,887</u>
	2011	2012	2013	2014	2015
Governmental activities					
Net investment in capital assets	\$ 14,278,785	\$ 15,750,059	\$ 16,864,680	\$ 10,403,137	\$ 18,752,543
Restricted	8,621,089	5,509,149	11,693,563	6,498,990	6,635,977
Unrestricted	6,948,205	6,194,379	1,405,742	9,333,445	826,607
Total governmental activities net position	<u>\$ 29,848,079</u>	<u>\$ 27,453,587</u>	<u>\$ 29,963,985</u>	<u>\$ 26,235,572</u>	<u>\$ 26,215,127</u>
Primary government (City wide totals)					
Net investment in capital assets	\$ 14,278,785	\$ 15,750,059	\$ 16,864,680	\$ 10,403,137	\$ 18,752,543
Restricted	8,621,089	5,509,149	11,693,563	6,498,990	6,635,977
Unrestricted	6,948,205	6,194,379	1,405,742	9,333,445	826,607
Total primary government net position	<u>\$ 29,848,079</u>	<u>\$ 27,453,587</u>	<u>\$ 29,963,985</u>	<u>\$ 26,235,572</u>	<u>\$ 26,215,127</u>

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

	2016	2017	2018	2019	2020
Expenses					
Governmental activities					
General government	\$ 3,945,980	\$ 4,089,430	\$ 4,992,268	\$ 6,402,259	\$ 6,962,506
Police	3,623,748	3,847,015	4,015,026	3,839,003	4,205,759
Public works	3,173,896	3,316,121	3,798,587	2,527,811	2,335,610
Recreation	1,618,317	1,713,791	1,734,987	1,536,832	1,627,747
Interest on long-term debt	21,665	13,833	6,453	-	-
Total governmental activities expenses	\$ 12,383,606	\$ 12,980,190	\$ 14,547,321	\$ 14,305,905	\$ 15,131,622
Total City government expenses	\$ 12,383,606	\$ 12,980,190	\$ 14,547,321	\$ 14,305,905	\$ 15,131,622

Program Revenues					
Governmental activities					
Charges for services					
General government	\$ 473,436	\$ 376,726	\$ 460,427	\$ 262,758	\$ 301,979
Police protection	118,930	102,104	173,263	-	-
Public works	596,135	611,045	504,692	729,320	559,981
Parks and recreation	848,388	922,434	792,892	440,442	354,161
Operating grants and contributions	1,255,382	1,050,751	2,146,260	2,073,316	2,028,774
Capital grants and contributions	333,563	1,169,000	1,172,594	560,627	1,395,580
Total governmental activities program revenues	\$ 3,625,834	\$ 4,232,060	\$ 5,250,128	\$ 4,066,463	\$ 4,640,475
Total City government program revenues	\$ 3,625,834	\$ 4,232,060	\$ 5,250,128	\$ 4,066,463	\$ 4,640,475

	2011	2012	2013	2014	2015
Expenses					
Governmental activities					
General government	\$ 3,519,612	\$ 3,397,245	\$ 3,771,421	\$ 3,643,689	\$ 3,392,625
Police	3,340,770	3,307,293	3,578,492	2,863,491	3,805,193
Public works	1,983,199	1,992,042	2,571,301	3,072,449	2,516,574
Recreation	1,548,443	1,283,076	1,691,338	1,653,131	1,556,728
Interest on long-term debt	51,822	48,031	42,115	35,681	28,842
Total governmental activities expenses	\$ 10,443,846	\$ 10,027,687	\$ 11,654,667	\$ 11,268,441	\$ 11,299,962
Total City government expenses	\$ 10,443,846	\$ 10,027,687	\$ 11,654,667	\$ 11,268,441	\$ 11,299,962

Program Revenues					
Governmental activities					
Charges for services					
General government	\$ 399,380	\$ 1,026,840	\$ 591,751	\$ 407,630	\$ 373,398
Police protection	106,548	140,338	116,220	116,927	88,528
Public works	312,544	533,027	414,111	615,098	780,293
Parks and recreation	738,189	1,817,641	1,246,140	1,188,270	987,432
Operating grants and contributions	1,194,191	1,444,513	1,537,842	1,858,200	2,006,552
Capital grants and contributions	1,278,619	575,694	8,856	-	-
Total governmental activities program revenues	\$ 4,029,471	\$ 5,538,053	\$ 3,914,920	\$ 4,186,125	\$ 4,236,203
Total City government program revenues	\$ 4,029,471	\$ 5,538,053	\$ 3,914,920	\$ 4,186,125	\$ 4,236,203

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

	2016	2017	2018	2019	2020
Net (Expense)/ Revenue					
Governmental activities	\$ (8,757,772)	\$ (8,748,130)	\$ (9,297,193)	\$ (10,239,442)	\$ (10,491,147)
Total City government	<u>\$ (8,757,772)</u>	<u>\$ (8,748,130)</u>	<u>\$ (9,297,193)</u>	<u>\$ (10,239,442)</u>	<u>\$ (10,491,147)</u>
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes	\$ 3,142,567	\$ 3,291,947	\$ 3,580,012	\$ 4,298,673	\$ 4,686,335
Sales taxes	2,090,019	1,939,686	1,935,212	2,564,179	4,714,243
Other taxes	3,681,124	3,742,734	3,897,842	3,247,767	2,780,435
Miscellaneous motor vehicle in lieu fees not restricted to a specific program	-	-	-	-	-
Other general revenues	25,242	16,896	69,230	1,897,634	4,518,029
Investment earnings	183,262	-	-	296,110	627,348
Total governmental activities	<u>\$ 9,122,214</u>	<u>\$ 8,991,263</u>	<u>\$ 9,482,296</u>	<u>\$ 12,304,363</u>	<u>\$ 17,326,390</u>
Total City government	<u>\$ 9,122,214</u>	<u>\$ 8,991,263</u>	<u>\$ 9,482,296</u>	<u>\$ 12,304,363</u>	<u>\$ 17,326,390</u>
Change in net position					
Governmental activities	\$ 364,442	\$ 243,133	\$ 185,103	\$ 2,064,921	\$ 6,835,243
Total City government	<u>\$ 364,442</u>	<u>\$ 243,133</u>	<u>\$ 185,103</u>	<u>\$ 2,064,921</u>	<u>\$ 6,835,243</u>

	2011	2012	2013	2014	2015
Net (Expense)/ Revenue					
Governmental activities	\$ (6,414,375)	\$ (4,489,634)	\$ (7,739,747)	\$ (7,082,316)	\$ (7,063,759)
Total City government	<u>\$ (6,414,375)</u>	<u>\$ (4,489,634)</u>	<u>\$ (7,739,747)</u>	<u>\$ (7,082,316)</u>	<u>\$ (7,063,759)</u>

	2011	2012	2013	2014	2015
General Revenues and Other Changes in Net Position					
Governmental activities					
Taxes					
Property taxes	\$ 2,617,817	\$ 2,581,797	\$ 2,619,423	\$ 2,875,344	\$ 2,962,918
Sales taxes	1,886,345	1,610,860	1,860,725	1,739,414	2,054,033
Other taxes	2,319,130	2,415,064	2,620,476	2,742,122	3,593,823
Miscellaneous motor vehicle in lieu fees not restricted to a specific program	81,180	50,588	61,261	33,299	-
Other general revenues	182,229	14,889	14,039	7,907	53,208
Investment earnings	291,497	172,236	108,605	57,164	(88,082)
Total governmental activities	<u>7,378,198</u>	<u>6,845,434</u>	<u>7,284,529</u>	<u>7,455,250</u>	<u>8,575,900</u>
Total City government	<u>\$ 7,378,198</u>	<u>\$ 6,845,434</u>	<u>\$ 7,284,529</u>	<u>\$ 7,455,250</u>	<u>\$ 8,575,900</u>
Change in net position					
Governmental activities	\$ 963,823	\$ 2,355,800	\$ (455,218)	\$ 372,934	\$ 1,512,141
Total City government	<u>\$ 963,823</u>	<u>\$ 2,355,800</u>	<u>\$ (455,218)</u>	<u>\$ 372,934</u>	<u>\$ 1,512,141</u>

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

	2016	2017	2018	2019	2020
General fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	216,537	16,478	556	-	-
Restricted	191,981	179,242	1,141,465	1,721,343	4,168,410
Committed	6,528,226	6,592,489	5,639,967	6,132,441	6,074,608
Unassigned	1,734,662	1,421,593	2,181,761	1,268,806	544,306
Total general fund	<u>\$ 8,671,406</u>	<u>\$ 8,209,802</u>	<u>\$ 8,963,749</u>	<u>\$ 9,122,590</u>	<u>\$ 10,787,324</u>
All other governmental funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Nonspendable	26,439	19,326	32,441	29,633	30,630
Restricted	6,757,800	7,150,509	5,531,584	5,951,166	6,321,701
Committed	34,151	34,151	34,151	10,914	-
Unassigned	-	-	-	(30,818)	(31,405)
Total all other governmental funds	<u>\$ 6,818,390</u>	<u>\$ 7,203,986</u>	<u>\$ 5,598,176</u>	<u>\$ 5,960,895</u>	<u>\$ 6,320,926</u>
	2011	2012	2013	2014	2015
General fund					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	173,152	4,167	205,646	4,167	4,167
Restricted	324,734	324,734	324,734	324,734	217,091
Committed	1,856,800	1,924,447	5,737,366	6,091,164	6,233,213
Unassigned	4,805,990	5,596,686	1,362,455	1,538,606	1,972,371
Total general fund	<u>\$ 7,160,676</u>	<u>\$ 7,850,034</u>	<u>\$ 7,630,201</u>	<u>\$ 7,958,671</u>	<u>\$ 8,426,842</u>
All other governmental funds					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Nonspendable	9,978	13,212	19,766	15,887	26,439
Restricted	5,184,415	7,549,043	7,609,684	7,198,891	6,418,886
Committed	-	-	-	-	-
Unassigned	-	-	43,287	42,915	42,912
Total all other governmental funds	<u>\$ 5,194,393</u>	<u>\$ 7,562,255</u>	<u>\$ 7,672,737</u>	<u>\$ 7,257,693</u>	<u>\$ 6,488,237</u>

Note: The City implemented GASB statement No. 54 in FY 2010/11 and reserved and unreserved fund classifications were changed to nonspendable, restricted, committed, assigned, and unassigned.

CITY OF CARPINTERIA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020
Revenues					
Taxes	\$ 8,913,710	\$ 8,974,367	\$ 9,353,024	\$ 10,110,619	\$ 12,181,011
Licenses and permits	115,914	136,296	142,644	262,758	301,979
Fines and forfeits	119,233	101,871	173,122	67,292	75,501
Charges for services	1,255,899	1,235,012	1,089,196	1,169,762	914,142
Special assessments	223,300	227,596	208,339	562,571	119,834
Intergovernmental	1,600,265	2,220,803	3,342,497	2,451,590	2,028,774
Investment earnings	232,183	16,167	102,953	296,110	627,348
Other revenues	287,544	311,211	320,649	1,450,124	5,718,274
Total revenues	12,748,048	13,223,323	14,732,424	16,370,826	21,966,863
Expenditures					
General government	3,656,340	3,811,276	4,466,576	5,859,713	6,168,332
Public safety	3,608,378	3,576,255	3,746,553	3,859,754	4,172,589
Parks and Recreation	1,380,332	1,474,515	1,430,897	1,338,586	1,482,383
Planning and Public Works	2,114,983	2,183,728	3,288,119	2,167,037	1,819,008
Capital outlay	1,234,048	2,077,057	2,473,642	2,741,769	6,549,371
Intergovernmental	-	-	-	-	-
Debt service					
Principal	155,000	160,000	170,000	-	-
Interest	24,250	16,500	8,500	-	-
Total expenditures	12,173,331	13,299,331	15,584,287	15,966,859	20,191,683
Excess (deficiency) of revenues over (under) expenditures	574,717	(76,008)	(851,863)	403,967	1,775,180
Other Financing Sources(Uses)					
Transfers in	2,451,170	2,462,162	2,910,863	3,420,917	2,236,358
Transfers out	(2,451,170)	(2,462,162)	(2,910,863)	(3,420,917)	(2,236,358)
Total other financing sources	-	-	-	-	-
Net change in fund balances	\$ 574,717	\$ (76,008)	\$ (851,863)	\$ 403,967	\$ 1,775,180
Debt service as a percentage of noncapital expenditures	1.67%	1.60%	1.38%	0.00%	0.00%

CITY OF CARPINTERIA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS- CONTINUED
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2011	2012	2013	2014	2015
Revenues					
Taxes	\$ 6,607,721	\$ 7,100,657	\$ 7,348,781	\$ 7,862,769	\$ 8,610,774
Licenses and permits	123,567	157,988	157,406	109,909	106,271
Fines and forfeits	106,243	105,079	116,099	116,705	88,431
Charges for services	804,591	2,741,309	1,558,431	1,600,991	1,384,306
Special assessments	222,168	222,636	227,055	221,724	226,954
Intergovernmental	2,253,103	2,053,664	1,521,800	2,274,809	1,377,172
Investment earnings	242,615	158,746	101,954	96,005	595,462
Other revenues	514,897	282,503	338,644	279,974	422,733
Total revenues	10,874,905	12,822,582	11,370,170	12,562,886	12,812,103
Expenditures					
General government	3,149,117	2,987,938	3,288,772	3,244,566	3,388,728
Public safety	3,263,648	3,222,610	3,415,221	3,445,409	3,792,309
Parks and Recreation	1,376,443	1,230,178	1,326,966	1,153,380	1,256,754
Planning and Public Works	1,357,768	1,434,091	1,878,396	1,904,318	2,152,697
Capital outlay	2,248,976	715,597	1,390,970	2,718,834	2,121,720
Intergovernmental	-	-	-	-	-
Debt service					
Principal	120,000	125,000	135,000	145,000	145,000
Interest	55,346	49,948	44,196	37,953	31,138
Total expenditures	11,571,298	9,765,362	11,479,521	12,649,460	12,888,346
Excess (deficiency) of revenues over (under) expenditures	(696,393)	3,057,220	(109,351)	(86,574)	(76,243)
Other Financing Sources (Uses)					
Transfers in	2,891,794	1,482,586	1,591,130	1,699,086	1,703,420
Transfers out	(2,891,794)	(1,482,586)	(1,591,130)	(1,699,086)	(1,703,420)
Total other financing sources	-	-	-	-	-
Net change in fund balances	\$ (696,393)	\$ 3,057,220	\$ (109,351)	\$ (86,574)	\$ (76,243)
Debt service as a percentage of noncapital expenditures	1.92%	1.97%	1.81%	1.88%	1.66%

CITY OF CARPINTERIA
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year	Property Tax	Sales Tax	Transient Occupancy Tax	Franchise Tax	Other Taxes	Total
2011	\$ 2,997,631	\$ 1,610,860	\$ 1,306,033	\$ 594,460	\$ 98,737	\$ 6,607,721
2012	3,036,176	1,860,725	1,555,257	563,958	84,508	7,100,624
2013	3,311,362	1,739,414	1,631,428	552,788	113,789	7,348,781
2014	3,308,510	1,900,971	1,923,538	602,583	127,167	7,862,769
2015	3,411,370	2,054,033	2,369,762	634,782	140,827	8,610,774
2016	3,623,079	2,090,019	2,379,751	660,231	160,630	8,913,710
2017	3,788,813	1,939,686	2,503,821	614,506	127,541	8,974,367
2018	4,106,134	1,935,212	2,462,092	708,595	140,991	9,353,024
2019	4,298,673	2,564,179	2,635,754	612,013	-	10,110,619
2020	4,686,333	4,714,243	2,023,128	757,307	-	12,181,011

CITY OF CARPINTERIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Assessed Taxable Values			Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value
	Secured	Unsecured	Totals			
2011	\$ 1,611,435,112	\$ 98,273,571	\$ 1,709,708,683	1.00%	\$ 4,168,978,596	41.01%
2012	1,648,224,902	102,081,036	1,750,305,938	1.00%	4,266,392,306	41.03%
2013	1,649,207,464	106,715,505	1,755,922,969	1.00%	4,275,469,381	41.07%
2014	1,726,261,900	112,576,204	1,838,838,104	1.00%	4,476,477,899	41.08%
2015	1,828,344,041	124,049,385	1,952,393,426	1.00%	4,748,073,510	41.12%
2016	1,919,853,476	124,041,961	2,043,895,437	1.00%	4,976,836,491	41.07%
2017	2,011,828,207	128,079,932	2,139,908,139	1.00%	5,212,541,849	41.05%
2018	2,152,174,030	151,088,408	2,303,262,438	1.00%	5,596,275,658	41.16%
2019	2,273,924,309	164,475,978	2,438,400,287	1.00%	5,919,776,455	41.19%
2020	2,354,028,360	167,969,241	2,521,997,601	1.00%	6,125,026,959	41.18%

Notes:

1) Property in Santa Barbara County is assessed at market value in the year in which the property is exchanged pursuant to a sale. In years thereafter, the assessed value is increased by one percent as required by state law. Based upon the frequency of property exchanges, assessed value is estimated to be about 40 percent of actual value for real property and about 70 percent for personal property. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per \$100 of assessed values.

2) In 1978, the voters of the State of California passed Proposition 13, which limited property 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 a maximum increase of 2%). With few exceptions, property is only reassessed at a time that it is sold to a new owner. At that point, the assessed value is reassessed at the purchase price 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. The County does not provide breakout of residential, commercial and industrial assessed values to the cities.

Source: Santa Barbara County Auditor- Controller

CITY OF CARPINTERIA
DIRECT AND OVERLAPPING PROPERTY RATES
LAST TEN FISCAL YEARS
(RATES PER \$100 OF ASSESSED VALUE)

Fiscal Year	Direct Rates		Overlapping Rates		Total Direct & Overlapping Tax
	Basic Rate	General Obligation Debt Rate	School Districts	Special Districts	
2011	1.00%	0.00%	0.00653%	0.00%	1.0065%
2012	1.00%	0.00%	0.00635%	0.00%	1.0064%
2013	1.00%	0.00%	0.00635%	0.00%	1.0064%
2014	1.00%	0.00%	0.00635%	0.00%	1.0064%
2015	1.00%	0.00%	0.00635%	0.00%	1.0064%
2016	1.00%	0.00%	0.00635%	0.00%	1.0064%
2017	1.00%	0.00%	0.00635%	0.00%	1.0064%
2018	1.00%	0.00%	0.05571%	0.00%	1.0557%
2019	1.00%	0.00%	0.05571%	0.00%	1.0557%
2020	1.00%	0.00%	0.05151%	0.00%	1.0515%

Note: In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1% fixed amount. This 1% is shared by all taxing agencies for which the subject property resides within. In addition to the 1% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of school and water district bonds.

Source: Santa Barbara County Auditor- Controller

CITY OF CARPINTERIA
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO

		2020		2011		
Rank	Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
1	6303 CARPINTERIA AVENUE, LLC	\$31,021,993	1.27%	\$ -		0.00%
2	ROIC CASITAS PLAZA, LLC	26,090,532	1.07%	-		0.00%
3	G6 HOSPITALITY PROPERTY LLC	24,363,957	1.00%	-		0.00%
4	LAVENDER BLUE, LP	18,728,265	0.77%	-		0.00%
5	LINKEDIN CORPORATION	17,637,844	0.72%	-		0.00%
6	STEADFAST CARPINTERIA SENIOR, LLC	17,530,087	0.72%	-		0.00%
7	6267 CARP AVE LLC	17,414,123	0.71%	15,694,616	3	0.91%
8	BEGA/US , INC	16,969,256	0.70%	-		0.00%
9	SCHAFF, VICTOR WILLIAM & SUSAN MARIE REVOCABLE TRUST	16,184,579	0.66%	13,211,851	6	0.77%
10	BBH HOLDINGS, LLC (CA)	14,617,140	0.60%	-		0.00%
	VENOCO, INC	-	0.00%	19,157,770	1	1.11%
	4646 CARP AVE, LLC (CA)	-	0.00%	16,372,756	2	0.95%
	CARP ONE LLC	-	0.00%	14,339,174	4	0.83%
	CARP TWO LLC	-	0.00%	13,725,638	5	0.80%
	CARPI, LLC	-	0.00%	12,000,000	7	0.70%
	HMBL, LLC	-	0.00%	11,347,948	8	0.66%
	SHEPARD PLACE LTD	-	0.00%	11,072,881	9	0.64%
	GANTENBRINK-ROUTH	-	0.00%	9,824,454	10	0.57%
Total		\$ 200,557,776	8.22%	\$ 136,747,088		7.94%

Source: Santa Barbara County Auditor- Controller

CITY OF CARPINTERIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

City of Carpinteria						
Fiscal Year	Total Tax Levy	Collections within the Fiscal Year of the Levy			Total Collections To Date	
		Amount	Percentage of Levy	Collections in Subsequent Years	Amount Collected	Percentage of Levy
2011	\$ 1,488,310	\$ 1,462,922	98.3%	\$ 24,288	\$ 1,487,210	99.9%
2012	1,501,364	1,482,088	98.7%	18,168	1,500,256	99.9%
2013	1,536,286	1,520,728	99.0%	14,443	1,535,171	99.9%
2014	1,606,334	1,593,519	99.2%	11,458	1,604,977	99.9%
2015	1,702,720	1,688,463	99.2%	12,430	1,700,893	99.9%
2016	1,780,112	1,762,381	99.0%	11,656	1,774,037	99.7%
2017	1,863,185	1,847,951	99.2%	8,574	1,856,525	99.6%
2018	2,001,901	1,978,832	98.8%	14,385	1,993,217	99.6%
2019	2,306,494	2,280,017	98.9%	15,197	2,295,214	99.5%
2020	2,385,984	2,351,981	98.6%	-	2,351,981	98.6%

Carpinteria Street Lighting District #1						
Fiscal Year	Total Tax Levy	Collections within the Fiscal Year of the Levy			Total Collections To Date	
		Amount	Percentage of Levy	Collections in Subsequent Years	Amount Collected	Percentage of Levy
2011	\$ 262,539	\$ 258,061	98.3%	\$ 4,284	\$ 262,345	99.9%
2012	263,695	260,309	98.7%	3,191	263,500	99.9%
2013	271,906	269,153	99.0%	2,556	271,709	99.9%
2014	284,731	282,460	99.2%	2,031	284,491	99.9%
2015	302,164	299,634	99.2%	2,206	301,840	99.9%
2016	315,757	312,612	99.0%	2,068	314,680	99.7%
2017	330,668	327,964	99.2%	1,522	329,486	99.6%
2018	356,018	351,915	98.8%	2,558	354,473	99.6%
2019	179,299	177,240	98.9%	1,181	178,421	99.5%
2020	185,725	183,078	98.6%	-	183,078	98.6%

Note: Taxes collected have been restated to reflect available data from the Santa Barbara County Auditor- Controller.
Source: Santa Barbara County Auditor- Controller

CITY OF CARPINTERIA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities				Business-type Activities		Total Outstanding Debt	Percentage of Personal Income	Population	Debt per Capita
	General Obligation Bonds	Lease Revenue Bonds	Special Assessment Bonds	Certificates of Participation	General Obligation Bonds					
2011	-	-	-	\$ 1,035,000	-	-	\$ 1,035,000	0.19%	14,528	\$ 71
2012	-	-	-	910,000	-	-	910,000	0.18%	13,076	70
2013	-	-	-	775,000	-	-	775,000	0.15%	13,099	59
2014	-	-	-	630,000	-	-	630,000	0.12%	13,442	47
2015	-	-	-	485,000	-	-	485,000	0.09%	13,547	36
2016	-	-	-	330,000	-	-	330,000	0.06%	13,928	24
2017	-	-	-	170,000	-	-	170,000	0.03%	13,950	12
2018	-	-	-	-	-	-	-	0.00%	13,849	-
2019	-	-	-	-	-	-	-	0.00%	16,336	-
2020	-	-	-	-	-	-	-	0.00%	16,702	-

CITY OF CARPINTERIA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Lease Revenue Bonds	Total		
2011	\$ -	\$ -	\$ -	-	\$ -
2012	-	-	-	-	-
2013	-	-	-	-	-
2014	-	-	-	-	-
2015	-	-	-	-	-
2016	-	-	-	-	-
2017	-	-	-	-	-
2018	-	-	-	-	-
2019	-	-	-	-	-
2020	-	-	-	-	-

Note: The City did not have any General Bonded Debt during this period.

CITY OF CARPINTERIA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF JUNE 30, 2020

2019-20 Assessed Valuation: \$2,534,457,621

<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	Total Debt 6/30/2020	% Applicable ¹	City's Share of Debt 6/30/20
Santa Barbara Community College District	\$ 56,985,000	4.359%	\$ 2,483,976
Carpinteria Unified School District	58,160,000	36.576%	21,272,602
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 23,756,578
 <u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Santa Barbara County General Fund Obligations	\$ 35,625,000	2.914%	\$ 1,038,113
City of Carpinteria	-	100.000%	-
Carpinteria Sanitary District General Fund Obligations	6,290,000	62.984%	3,961,694
TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 4,999,807
Less: Santa Barbara County supported obligations			(74,016)
Carpinteria Sanitary District enterprise supported obligations			(3,961,694)
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 964,097
 TOTAL DIRECT DEBT			 \$ -
TOTAL GROSS OVERLAPPING DEBT			\$ 28,756,385
TOTAL NET OVERLAPPING DEBT			\$ 24,720,675
 GROSS COMBINED TOTAL DEBT			 \$ 28,756,385 ²
NET COMBINED TOTAL DEBT			\$ 24,720,675

Notes:

- 1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.
- 2) Excludes tax and revenue anticipation notes, revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Ratios to 2019-20 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	0.94%
Total Direct Debt	0.00%
Gross Combined Total Debt	1.13%
Net Combined Total Debt	0.98%

CITY OF CARPINTERIA

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

Fiscal Year	Debt Limit	Total Net Debt Applicable To Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit as a Percentage of Debt Limit
2011	\$ 64,114,076	-	\$ 64,114,076	0%
2012	64,755,216	-	64,755,216	0%
2013	65,847,111	-	65,847,111	0%
2014	68,956,429	-	68,956,429	0%
2015	73,214,247	-	73,214,247	0%
2016	76,646,079	-	76,646,079	0%
2017	80,246,555	-	80,246,555	0%
2018	86,372,341	-	86,372,341	0%
2019	91,440,011	-	91,440,011	0%
2020	94,574,910	-	94,574,910	0%

Calculation for Fiscal Year 2020

Total Assessed Property Value	\$ 2,521,997,601
Debt limit (3.75% of assessed value)	94,574,910
Less debt applicable to limit:	
General obligation bonds	-
Total debt applicable to limit	-
Legal debt margin	\$ 94,574,910

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 and 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.

Source: Santa Barbara County Auditor- Controller

CITY OF CARPINTERIA
PLEDGED REVENUE COVERAGE
JUNE 30, 2020

Special Assessment Bonds					
Fiscal Year	Special Assessment Collections	Capital Impact Fees	Debt Service		Coverage
			Principal	Interest	
2020	\$ -	\$ -	\$ -	\$ -	\$ -

Note: The City had no Pledged Revenues during this period.

CITY OF CARPINTERIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
FOR THE LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2011	14,103	\$ 442,650,861	\$ 31,387	5.8%
2012	13,076	422,376,600	32,302	8.2%
2013	13,099	589,455,000	45,000	6.3%
2014	13,442	639,839,200	47,600	5.4%
2015	13,547	673,285,900	49,700	4.7%
2016	13,928	706,066,032	50,694	4.6%
2017	13,950	721,326,600	51,708	4.5%
2018	13,849	508,119,810	36,690	3.9%
2019	16,336	692,728,080	42,405	3.4%
2020	16,702	743,339,212	44,506	11.5%

Sources: U.S. Census Bureau & U.S. Bureau of Labor Statistics

CITY OF CARPINTERIA
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2020			2011		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Procure	865	1	13.31%			
Agilent (formerly DAKO)	418	2	6.43%	230	3	1.47%
LinkedIn	340	3	5.23%			
Carpinteria Unified School District	310	4	4.77%	272	2	1.74%
Nusil Technology	288	5	4.43%	354	1	2.27%
Gigavac	248	6	3.82%			
Bega- US	166	7	2.55%			
AGIA, Inc.	121	8	1.86%	158	6	1.09%
Continental Auto Systems	116	9	1.78%			
Plan Member	100	10	1.54%	93	10	0.60%
Clipper Wind Power				200	4	1.28%
CKE Restaurants Inc.				170	5	1.10%
Lynda.com				155	7	0.96%
Tyco Electronics				150	8	0.94%
Helix				146	9	0.91%
	<u>2,972</u>		<u>45.72%</u>	<u>1,928</u>		<u>12.36%</u>

CITY OF CARPINTERIA
FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

Department/ Program	Full-time Equivalent Employees as of June 30									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government:										
City Council	5	5	5	5	5	5	5	5	5	2.5
City Clerk	2	2	2	2	2	2	2	2	2	2.5
City Manager	4	4	4	4	4	4	4	4	4	3.5
Public Safety	0	0	0	0	0	0	0	0	0	0.0
Administrative Services:										
Finance	2	2	2	2	2	2	2	2	2	3.0
Community Development:										
Planning	5	5	5	5	5	5	5	5	5	5.0
Building	1	1	1	1	1	1	1	1	1	1.0
Code Compliance	3	3	3	3	3	3	3	3	3	3.5
Public Works:										
Public Works Administration	3	4	4	4	4	4	4	4	4	4.0
Roads and Streets	4	5	5	5	5	5	5	5	5	5.5
Parks, Recreation & Public Facilities:										
Parks and Rec. Administration	4	4	4	4	4	4	4	4	4	4.0
Community Pool/Beach Services	8	8	8	8	8	8	8	8	8	23.0
Totals	41	43	43	43	43	43	43	43	43	57.5

In FY2020 basis changed from an average of headcount to the number of employees on the last payroll of the fiscal year, plus our City Council who is paid monthly.

Note: No full-time equivalent employees are shown for Police because the City contracts with the Santa Barbara Sheriff's Department for services.

CITY OF CARPINTERIA
OPERATING INDICATORS BY FUNCTION/ PROGRAM
LAST TEN FISCAL YEARS

Function/ Program	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Police:										
Traffic violations	724	724	750	760	735	735	735	1,445	1,778	1,766
Planning:										
Building permits issued	207	262	276	237	246	285	279	282	310	267
Public works:										
Miles streets resurfaced	0.00	0.00	0.00	0.07	0.67	0.67	0.00	0.00	0.00	3.50
Parks:										
Jr. Lifeguard Participants	120	120	190	213	190	190	200	185	170	148
Swimming pool admissions	31,000	31,000	32,883	33,091	32,005	32,005	33,000	42,000	33,000	24,530

CITY OF CARPINTERIA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	2	2	2	2	2	2	2	2	2	2
Public Works:										
Miles of streets	33	33	33	33	33	33	33	33	33	33
Streetlights	630	630	630	631	631	631	631	631	631	631
Traffic signals	3	3	3	3	3	3	3	3	3	4
Parks:										
Community centers	1	1	1	1	1	1	1	1	1	1
Parks	12	12	12	12	12	12	12	12	12	13
Park acreage	100	100	100	103	103	103	103	103	103	124