



# City of Pomona California

FOR THE YEAR ENDING

**JUNE 30, 2023**

# Annual Comprehensive Financial Report



**City of  
Pomona**  
Pomona, California

*Annual Comprehensive Financial Report*

*For the year ended June 30, 2023*

Prepared by:  
Finance Department

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**City of Pomona**  
**Annual Comprehensive Financial Report**  
**For the year ended June 30, 2023**

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December 27, 2023

Honorable Mayor and City Council  
and Residents of the City of Pomona, Pomona, California



The audited Annual Comprehensive Financial Report (ACFR) of the City of Pomona, California (City) for the fiscal year ended June 30, 2023 is hereby submitted.

An independent certified public accounting firm audits the basic financial statements. The purpose of the audit is to ensure that the basic financial statements present fairly, in all material respects, the financial position and the results of operations of the City. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. Badawi & Associates has issued an unmodified opinion of the City of Pomona's financial statements for the fiscal year ended June 30, 2023. The financial statements have been prepared in accordance with generally accepted accounting principles in the United States. This means that the statements have been prepared using guidelines designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds. The independent auditor's report is located on page 1 of the Financial Section. All disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activities have been included.

Generally Accepted Accounting Principles require 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 auditors.

In addition to the comprehensive audit, the City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 as amended and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Information related to this single audit, including a schedule of federal financial assistance, findings and recommendations and auditor's report on the internal control structure and compliance with applicable laws and regulations, is provided in a separate single audit report.

## **REPORTING ENTITY**

The primary unit of the government is the City, and includes component units all of which are described below:

### **The Primary Government**

The City was founded on January 6, 1888 and became a charter city in 1911. The City operates under a Council-Manager form of municipal government.

This report includes all funds of the City of Pomona, California, and each of its component units. Component units are legally separate entities for which the primary government is financially accountable. The City provides full services to its residents including public safety, land use planning and zoning, housing and economic development, building and safety regulation and inspection, water, sewer and refuse services, maintenance of parks, streets and related infrastructure, recreational activities and library services. The accompanying Annual Comprehensive Financial Report includes the activities of the City, the primary government, and its component units, which are the Pomona Public Financing Authority, the City of Pomona

Housing Authority, and the Canon Water Company. Financial information for the City and these component units are accounted for in the accompanying financial statements in accordance with principles defining the reporting entity adopted by the Governmental Accounting Standards Board. The City Council serves as the governing board of the Housing Authority. The City Manager, City Attorney, Finance Director/City Treasurer, Principal Accountant, City Clerk, and the Economic Development Director serve as the governing board for the Pomona Public Financing Authority. Various Water Department staff serve as the governing board of the Canon Water Company. Canon Water Company is in the process of dissolution. All of these component units are presented on a blended basis.

**The former Redevelopment Agency, now Successor Agency**, is a separate legal entity, which was formed to hold the assets of the former Redevelopment Agency pursuant to City Council action taken on January 9, 2012 with members of the City Council, sitting as the Successor Agency to the Redevelopment Agency. The activity of the Successor Agency is overseen by an Oversight Board which is comprised of individuals appointed by various government agencies including the City of Pomona.

**The Pomona Public Financing Authority** (the Authority) is a joint exercise of powers agreement organized under Section 6500 of the California Government Code on October 27, 1988 between the City, the Redevelopment Agency, and the Redevelopment Agency of the City of West Covina. The purpose of the Authority is to act as a vehicle for various financing activities of the City and the Agency. The funds of the Authority have been included in the governmental activities in the financial statements. Separate audited statements are also issued for the Authority.

**The Housing Authority of the City of Pomona** (the Housing Authority) was organized pursuant to the State of California Health and Safety Code, Section 34242. The Housing Authority exists pursuant to adopted resolution No. 93-114 adopted June 7, 1993. Its purpose is to prepare and carry out plans to ensure sanitary and safe housing exists in the City of Pomona and that such housing is available to persons of low income at affordable rental rates. The City provides management assistance to the Housing Authority, and the members of the City Council also act as the governing body of the Housing Authority. The Housing Authority's financial data and transactions are blended with the major governmental funds. Separate audited statements are also issued for the Housing Authority.

## **THE CITY OF POMONA**

The City is located at the southeast end of Los Angeles County and borders San Bernardino County's western boundary and is just five miles north of Orange County. The City has a population of 149,721 and covers an area of approximately 23 square miles. The City is a charter city and is governed by a mayor and six council members. Council members are elected by district with the mayor elected from the City at large. Each member of the Council is elected to a term of four years.

## **LOCAL ECONOMY**

The City of Pomona continues to enjoy a broadly based diverse economy, albeit one with an emphasis upon government, healthcare, and other service-oriented industries. Among Pomona's large employers are Pomona Valley Hospital, Pomona Unified School District (PUSD), California State Polytechnic University, the City of Pomona itself, and Casa Colina Rehabilitation Center. As a regional healthcare hub, Pomona boasts a premier facility in the Pomona Valley Hospital Medical Center and the non-profit Casa Colina Centers for Rehabilitation.

According to 2023 estimates published by the Labor Market Information Division of the California Employment Development Department (the most recent such data available), the City's civilian labor force presently stands at approximately 66,000 workers with 62,600 employed. This results in an unemployment rate of 5.2%

Retail Sales and Use Tax, Utility Users Tax, and Property Tax remain an extremely significant source of revenue for the City. The City of Pomona remains central to the region's building and construction industry, while other business-to-business sales represent a notable share of local sales tax receipts.

Property values increased from the prior year's keeping the property tax. Current taxable assessed valuation for the City of Pomona including redevelopment areas is \$15,696,173,124 according to the Office of the Los Angeles County Auditor-Controller. Based on the City assessed valuation, overall property tax receipts (secured, unsecured, transfer tax, etc.) were 29.91% of the 2022-23 General Fund revenues, while Sales Tax and Utility Users Tax line items 41.92% of that same total.

## **LONG-TERM FINANCIAL PLANNING**

Pomona's vigilant ongoing review and control over expenditure growth has been, and will continue as, a critical factor in maintaining and improving the City's overall financial health. To ensure its fiscal health, on February 6, 2023, the City Council adopted resolution number 2023-06 approving the City's Consolidated Fiscal Policies superseding the previous resolution 2011-49. This policy established guidelines for the City's overall fiscal planning and management and is intended to foster and support continued financial strength and stability of the City. The policy is quite comprehensive and covers areas of Budget, Economic Development, Risk Management, Accounting-Auditing-Financial Reporting, Cash Management and Investments, and Debt Management. The policy also required a separate Fund Balance Policy to ensure fiscal health of the City. Part of the Fund Balance Policy adopted by the City Council on February 6, 2023, requires the General Fund to have a 'Committed Fund Balance of 22% of operating expenditures. The policy provides a scale of a minimum of 22% incrementally increasing by 1% each year, to a maximum of 25%. Based on 2022-23 General Fund expenditure and fund balance numbers, the General Fund will meet the 22%.

In addition, the City also established a Catastrophic Events Reserve, Pension 115 Trust Funding, Equipment Replacement Reserve, and Capital Improvement Project Funding that are appropriated in the FY 2023-24 budget. These funding policies are intended to foster and support the continued financial strength of the City.

To address long term concern of the City's growing Pension Liability, The City issued a Pension Obligation bond (Series BJ) in August of 2021. The bond was issued to pay down the City's Pension Liability. The proceeds of the bond were sent directly to PERS for investment. Going forward the investment market's volatility could prove to be an issue with the valuation of the Pension Liability or Asset but overall the decision to issue a Pension Obligation Bond proved to be prudent decision. Along with addressing the Pension Liability, the City is forward thinking in addressing the growing Other Post Employment Obligation (OPEB) liability. The City is working on a 115 Trust in order to help mitigate increased premiums and cost to the City. Look to FY 2023-24 for the City to take action on this plan.

As a result of the COVID-19 pandemic, the President issued the American Rescue Plan which provided State and local governments millions of dollars to help combat the effects of the Pandemic. The administration of the monies over the years has been challenging but several amazing programs have helped the citizens of Pomona. The federal government has mandated the funds be obligated by 2024 and to be spent by 2026.

## **OUTLOOK FOR THE FUTURE**

Many factors such as high inflation passing along in the cost of goods and services, unstable fuel prices, supply chain and raw material interruptions, and increased interest rates have contributed to the threat that recession may occur. With the approval of the Consolidated Fiscal Policies in February 2023, the need for sufficient reserves is more critical than ever for the City to manage these fiscal issues. The City will continue to operate within the budget while carefully monitoring expenditures and revenues.

## FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

**Single Audit.** As a recipient of federal and state financial assistance, the City is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the staff of the City. The City is required to undergo an annual single audit in conformance with Single Audit Act of 1996 as amended and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the “Uniform Guidance”). The results of the City’s single audit for the fiscal year ended June 30, 2023 are published under separate cover.

**Budgetary Controls.** The City follows procedures in establishing the budgetary data reflected in the fiscal statements. Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds, except that encumbrances are shown in the year incurred for budgetary purposes. On or before the last day in January of each year, all operational units submit requests for appropriations to the City Manager for budget preparation purposes. The City Council holds public hearings, and a final budget must be adopted no later than June 30. The appropriated budget is prepared by fund, function, and department. The City’s department directors, with approval of the Finance Director and City Manager, may make transfers of appropriations within a department and between departments with a fund. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. The City Council make several supplemental budgetary appropriations throughout the year. The supplementary budgetary appropriations made in the various governmental funds are not detailed in the required supplementary information. Under encumbrance accounting, purchase orders, contracts and other commitments for expenditures are reported to reserve that portion of the applicable appropriations. Encumbrance accounting is employed as an extension of formal budgetary accounting. Unexpended appropriations lapse at year-end regardless of encumbrances.

## OTHER INFORMATION

**Risk Management.** The City maintains a self-insurance program to provide for the general liability, workers compensation and unemployment benefits claims.

**Independent Audit.** The accounting firm, Badawi & Associate was selected to perform the annual independent audit. The annual audit is designed to meet the requirements of generally accepted auditing standards in the United States, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the Federal Single Audit Act of 1996 as amended and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the “Uniform Guidance”). The auditors’ report on the basic financial statements is included in the financial section of this report. The auditors’ report related specifically to the single audit is included in a separate Single Audit Report.

**Certificate of Achievement.** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pomona for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. The City of Pomona has received a Certificate of Achievement for the last thirty consecutive years (1993-

2022). The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The ACFR must satisfy both generally accepted accounting principles in the United States and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA for consideration.

**Additional Information.** For additional information, please refer to the Management's Discussion and Analysis in the Introductory Section of this report. This discussion and analysis of the City's financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2023. Please read it in conjunction with the basic financial statements and the accompanying notes to the basic financial statements.

**Acknowledgments.** The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire Finance Department staff. Special recognition is given to all the Accounting division staff and the City's audit firm for their services in the coordination and assistance in the preparation of this year's report.

In closing, without the leadership and support of the City Council, preparation of this report would not have been possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Andrew Mowbray', written in a cursive style.

Andrew Mowbray  
Finance Director/City Treasurer

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Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

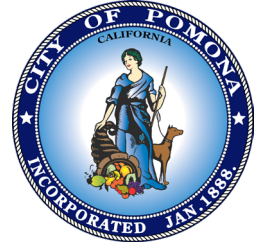
**City of Pomona  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

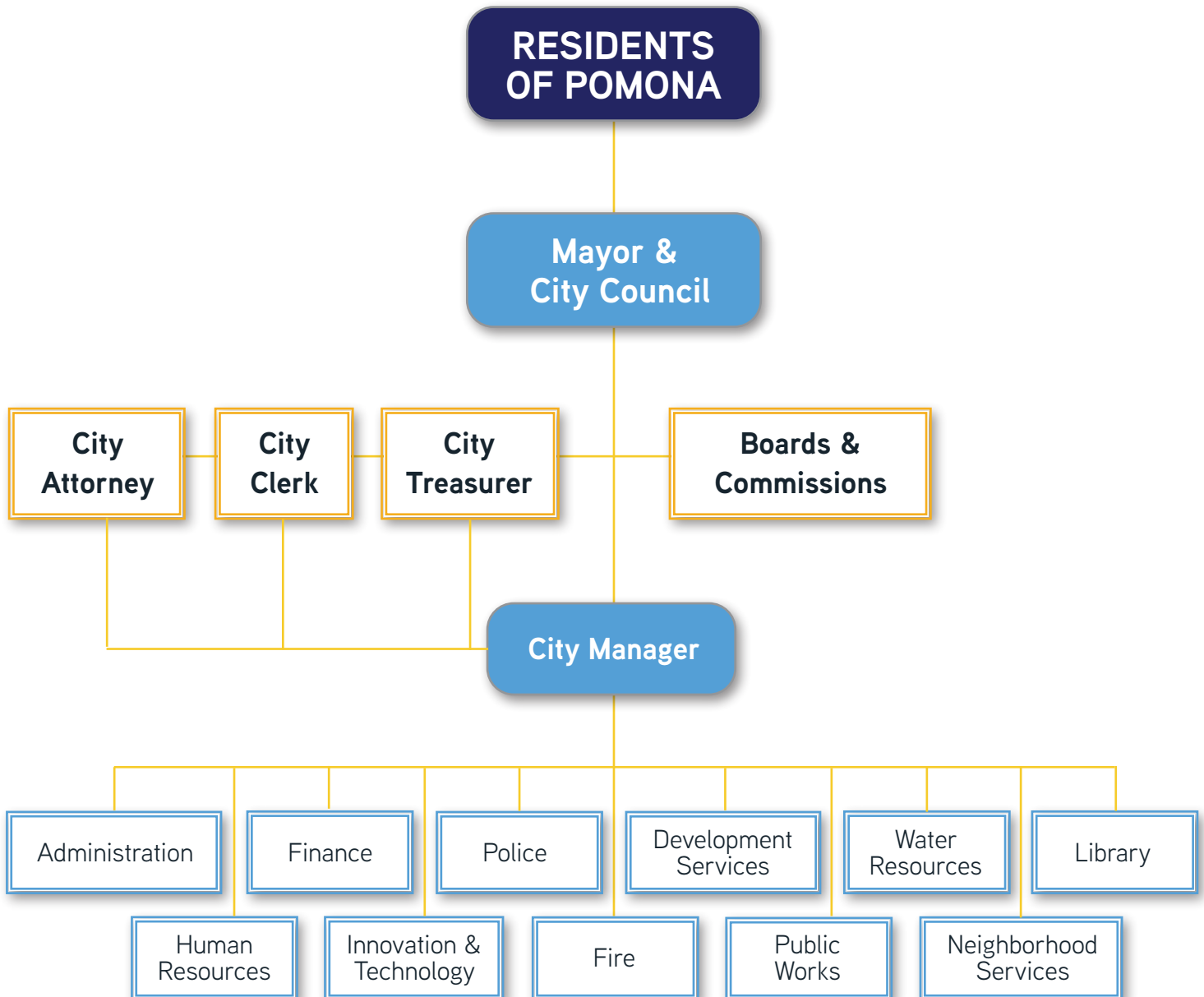
June 30, 2022

*Christopher P. Morill*

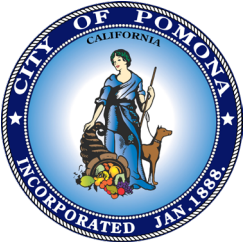
Executive Director/CEO



# CITY OF POMONA ORGANIZATIONAL CHART







# CITY OF POMONA

ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FISCAL YEAR 2022-23

## CITY COUNCIL

**MAYOR TIM SANDOVAL**

**JOHN NOLTE**

DISTRICT 1 - COUNCIL MEMBER

**VICTOR PRECIADO**

DISTRICT 2 - COUNCIL MEMBER

**NORA GARCIA**

DISTRICT 3 - COUNCIL MEMBER

**ELIZABETH  
ONTIVEROS-COLE**

DISTRICT 4 - COUNCIL MEMBER

**STEVE LUSTRO**

DISTRICT 5 - COUNCIL MEMBER

**ROBERT S. TORRES**

DISTRICT 6 - COUNCIL MEMBER



## COUNCIL APPOINTED CITY OFFICIALS

**ANITA GUTIERREZ**

CITY MANAGER (ACTING)

**SONIA CARVALHO  
(BEST, BEST, & KRIEGER)**

CITY ATTORNEY

**ROSALIA BUTLER**

CITY CLERK



## EXECUTIVE MANAGEMENT TEAM

ANDREW MOWBRAY	FINANCE / CITY TREASURER
DUSTIN ROBERTSON	COUNTY FIRE (ACTING)
RENE ANDERSON	HUMAN RESOURCES
BEVERLY JOHNSON	NEIGHBORHOOD SERVICES (ACTING)
SAM WONG	INNOVATION & TECHNOLOGY
MIKE ELLIS	POLICE
RENE GUERRERO	PUBLIC WORKS
CHRIS DIGGS	WATER RESOURCES
MARK GLUBA	ASSISTANT CITY MANAGER
KIRK PELSER	ECONOMIC DEVELOPMENT



## MISSION STATEMENT

*The City of Pomona improves the quality of life for our diverse community.*



## VISION STATEMENT

*Pomona will be recognized as a vibrant, safe, and beautiful community that is a fun and exciting destination and the home of arts and artists, students and scholars, business and industry.*



## MOTTO

*Pomona - Vibrant - Safe - Beautiful*



## CORE VALUES

*The City of Pomona values...*

- ◆ *Cultural Diversity*
- ◆ *Fiscal Responsibility*
- ◆ *Focusing on the Future*
- ◆ *Excellent Customer Service*
- ◆ *Leadership*
- ◆ *Engaged Compassion*
- ◆ *Clear & Open Communication*



## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members  
of the City Council of the City of Pomona  
Pomona, California

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

#### *Opinions*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pomona (City), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

#### *Responsibilities of Management for the Financial Statements*

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

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

*Auditor's Responsibilities for the Audit of the Financial Statements*

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

In performing an audit in accordance with GAAS, we:

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules for the general fund and major special revenue funds, and the required pension and other postemployment benefit schedules on pages 5-14 and 131-149 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining individual fund financial statements and budgetary comparison schedules of debt service funds and nonmajor governmental funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

### ***Other Information***

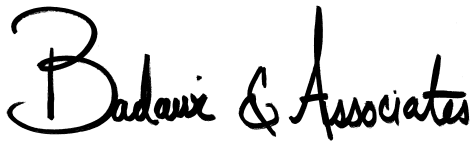
Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical section but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information

To the Honorable Mayor and Members  
of the City Council of the City of Pomona  
Pomona, California  
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otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2023 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs  
Berkeley, California  
December 27, 2023



## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Fiscal Year Ended June 30, 2023

The following Management's Discussion and Analysis (MD&A) of the City of Pomona's financial performance provides an introduction and overview to the financial activities of the City for the fiscal year ended June 30, 2023. This narrative discussion and analysis focuses on the fiscal year 2022-23 activities, resulting changes and current known facts; therefore, the information presented here should be considered in conjunction with additional information furnished in the transmittal letter and the accompanying basic financial statements.

### FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$228.9 million. The Net Position is composed of \$303.5 million Investment in Capital Assets, \$160.1 million Restricted and \$(234.7) million Unrestricted. Negative unrestricted Net Position is a common occurrence amongst government entities.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$157.7 million.
- At the end of the current fiscal year, committed fund balance for fiscal sustainability in the General Fund was \$31.7 million, which is 22% of FY 2022-23 total general fund expenditures, including transfers out. The City was able to increase fund balance in the General Fund resulting in \$31.2 million in excess of the Fiscal Sustainability requirement.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis portion of the annual financial report is intended to serve as an introduction to, and provide the reader with a fundamental understanding of, the Annual Comprehensive Financial Report (ACFR) for the City of Pomona. The ACFR is divided into four main sections. First is the Introductory Section which provides the letter of transmittal, an organizational chart, and a list of City officials. The Introductory Section is followed by the Financial Section, which contains the independent auditor's report, the management's discussion and analysis, and finally the basic financial statements. These statements contain the "core" financial information for the City of Pomona. The basic financial statements include the government-wide financial statements, followed by the fund financial statements, and finally, the notes to the financial statements. The Financial Section is followed by the Supplemental Data portion of the report, which provides individual fund and combining information that rolls up into the amounts shown in the basic financial statements. The final portion of the ACFR is the Statistical Section. This section presents selected financial and demographic information, generally presented on a multi-year basis.

**Government-wide financial statements.** The government-wide financial statements are designed to provide the reader with a broad overview of the City of Pomona's finances, in a manner similar to a private sector business. Information contained within the government-wide statements includes the entire City government (except fiduciary funds) and the City's component units. These statements use the accrual basis of accounting with the measurement focus on that of economic resources. All assets and deferred outflows of resources and liabilities and deferred inflows of resources, both financial and capital, short-term and long-term, are included. All revenues and expenses during the year, regardless of when cash is received or disbursed, are reported. The government-wide financial statements include the Statement of Net Position and the Statement of Activities.

The *Statement of Net Position* presents information on all of the City of Pomona's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as "net position". Increases or decreases in net position may serve as a useful indicator as to whether the financial condition of the City of Pomona is improving or deteriorating over time.

The *Statement of Activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event causing the change occurs, regardless of when cash is actually received or disbursed. This means that revenues and expenses in this statement are recorded when earned or a liability is incurred. Thus, items such as the value of earned but unused vacation leave will be recorded as an expense of the current period, even though the actual use of the vacation time may not be until subsequent periods.

Both of the government-wide statements distinguish between functions of the City of Pomona that are principally supported by taxes or intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Pomona include general government, public safety, development services and public works, neighborhood services and library, and interest on long term debt. The business-type activities of the City of Pomona include water, sewer, refuse, Pomona Choice Energy Authority and Canon Water Company operations.

**Fund financial statements.** A "fund" is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Pomona, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. All of the funds of the City of Pomona can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

*Governmental funds* include activities of the City that are not proprietary or fiduciary. These funds are used to account for, essentially, the same functions reported as "governmental activities" in the government-wide financial statements. Unlike the government-wide financial statements, however, governmental fund financial statements use the modified accrual basis of accounting and focus on near-term inflows and outflows of spendable resources, as well as the balances of spendable resources available at the end of the fiscal year. Only assets expected to be used and liabilities that come due during the year or soon thereafter are reported on the Balance Sheet. No capital assets are included. Revenues for which cash is received during or soon after the end of the year, and expenditures for goods and services that have actually been received during the year, are included within the Statement of Revenues, Expenditures, and Changes in Fund Balance.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds in the fund financial statements with similar information presented for "governmental activities" in the government-wide financial statements. By doing so, the reader may better understand the long-term impact of the City's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Statement of Revenues, Expenditures, and Changes in Fund Balance provide a reconciliation to facilitate this comparison.

The City of Pomona maintains 25 individual governmental funds. Individual fund information is presented for the "major" funds in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance. The major funds presented include the General Fund, the Housing Authority Fund, the American Rescue Plan Fund, the General Government Debt Service Fund, and the Public Financing Authority Debt Service Fund. Information for the remaining governmental funds is combined into a single "other governmental funds" column on the face of the financial statements. Individual fund data for each of these non-major governmental funds is provided in the form of "combining statements" presented in the Supplemental Data portion of the report.

*Proprietary funds* are used to report two types of funds: enterprise funds and internal service funds. Enterprise funds report the same functions presented as "business-type" activities in the government-wide financial statements. These include activities that the City operates similar to a private business. The City of Pomona uses enterprise funds to account for the operations of the City, Pomona Choice Energy Authority and Canon Water Company. The Water, Sewer and Pomona Choice Energy Authority are considered major enterprise funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of Pomona uses internal service funds to account for its self-insurance activities, equipment maintenance activities, information technology activities, and printing/mail service activities. Because



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Management's Discussion and Analysis, Continued  
Year Ended June 30, 2023

these four services predominately benefit governmental rather than business-type functions, the activity has been included within "governmental activities" in the government-wide financial statements. All internal service funds are combined into a single aggregated column presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements presented in the Supplemental Data portion of the report. Proprietary funds use the accrual basis of accounting and focus on the accumulation and use of economic resources. Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses, and Changes in Net Position, and a Statement of Cash Flows. All assets and liabilities, both financial and capital, short and long-term are included within these statements. All revenues earned and expenses incurred during the year are also included, regardless of when cash is actually received or paid.

*Fiduciary funds* are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because the funds are custodial in nature, and therefore, these resources are not available to fund the City of Pomona programs. The City implemented GASB 84 during fiscal year 2020-21. GASB 84 redefined what a Fiduciary activity is and how it should be reported. The implementation resulted in several activities no longer meeting the new criteria and had to be moved to the City's General Fund.

**Notes to the financial statements.** The notes to the financial statements provide additional information that is essential to a full understanding of the information contained in the government-wide and fund financial statements.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the financial statements.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net position.** As mentioned earlier, net position may serve over time as a useful indicator of a government's financial position. Total net position has increased when compared to the prior year mainly due to a slight decrease in long term debt and an increase in Investment in Capital Assets. Below is a summary schedule showing the components that make up the City's net position (in millions) at June 30, 2023 and 2022.

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 241.8	\$ 315.9	\$ 113.6	\$ 115.4	\$ 355.4	\$ 431.3
Capital assets	305.9	294.7	166.7	158.4	472.6	453.1
Total assets	\$ 547.7	\$ 610.6	\$ 280.3	\$ 273.8	\$ 828.0	\$ 884.4
Deferred outflows of resources						
Deferred charge	\$ 0.3	\$ 0.3	\$ 0.4	\$ 0.4	\$ 0.7	\$ 0.7
Deferred pension related items	50.3	8.3	5.9	0.7	56.2	9.0
Deferred OPEB related items	6.8	9.4	1.7	2.3	8.5	11.7
Total deferred outflows of resources	\$ 57.4	\$ 18.0	\$ 8.0	\$ 3.4	\$ 65.4	\$ 21.4
Current and other liabilities	\$ 89.9	\$ 69.0	\$ 19.9	\$ 14.8	\$ 109.8	\$ 83.8
Long-term liabilities outstanding	392.6	419.2	140.4	148.0	533.0	567.2
Total liabilities	\$ 482.5	\$ 488.2	\$ 160.3	\$ 162.8	\$ 642.8	\$ 651.0
Deferred inflows of resources						
Deferred charge on refunding	\$ 0.3	\$ 0.3	\$ 2.7	\$ 2.8	\$ 3.0	\$ 3.1
Deferred inflows related to leases	0.4	0.6	-	-	0.4	0.6
Deferred pension related items	-	73.2	-	9.1	-	82.3
Deferred OPEB related items	14.6	3.2	3.6	0.8	18.2	4.0
Total deferred inflows of resources	\$ 15.3	\$ 77.3	\$ 6.3	\$ 12.7	\$ 21.6	\$ 90.0
Net Position:						
Net investment in capital assets	\$ 238.8	\$ 225.3	\$ 64.7	\$ 58.9	\$ 303.5	\$ 284.2
Restricted	160.1	154.3	-	-	160.1	154.3
Unrestricted	(291.6)	(316.5)	56.9	42.8	(234.7)	(273.7)
Total net position	\$ 107.3	\$ 63.1	\$ 121.6	\$ 101.7	\$ 228.9	\$ 164.8

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Management’s Discussion and Analysis, Continued  
 Year Ended June 30, 2023

For the City of Pomona, total assets and deferred outflow of resources exceeded total liabilities and deferred inflows of resources by \$228.9 million at June 30, 2023. \$303.5 million is reported as *Net investment in capital assets*. This amount represents those capital assets (land, buildings, improvements, equipment, and work in progress), some of which have been acquired over time and financed by the issuance of long-term debt. The City of Pomona uses these capital assets to provide services to the citizens of the City, and the assets are therefore not available for meeting current financial obligations. Although net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay the debt must come from other operating sources, since the capital assets themselves cannot be used to make debt service payments.

An additional portion of net position, in the amount of \$160.1 million, reported as *Restricted* net position represents resources that are subject to external restrictions on how it may be used. Restrictions include assets that are legally set aside for future capital development, capital projects, housing-related activities, debt service reserves, and other legally restricted amounts. The remaining balance is *unrestricted* net position of \$(234.7 million). It is not uncommon in government entities to see an unrestricted net position deficit.

The City issued a Pension Obligation bond (Series BJ) in August of 2021. The bond was issued to pay down the City’s Pension Liability. The proceeds of the bond were sent directly to PERS for investment. For June 30, 2022, the issuance and sending of bond proceeds to PERS resulted in an actuarial valuation of a Net Pension Asset and a large deferred outflow. Fiscal year 2023 resulted in a Net Pension Liability due to change in CalPERS discount rate changing to 6.9% as well as due to market volatility.

**Changes in net position.** The statement of net position provides a snapshot at a given point in time of the assets and liabilities of the City. The other citywide statement provided is the *Statement of Activities*. This statement provides the reader with information regarding the revenues, expenses, and changes in net position over the fiscal year. Generally, all changes to the City’s net position from one fiscal year to the next flow through the statement of activities. The City’s programs for governmental activities include legislative and support services, Police, Fire, Public Works, Development Services, Community Services, and Library. The programs for the business-type activities include water utilities, sewer, residential refuse operations, Pomona Choice Energy Authority and Canon Water Company. The following is a summary schedule showing the components that make up the City’s changes in net position (in millions) for the years ended June 30, 2023 and 2022.

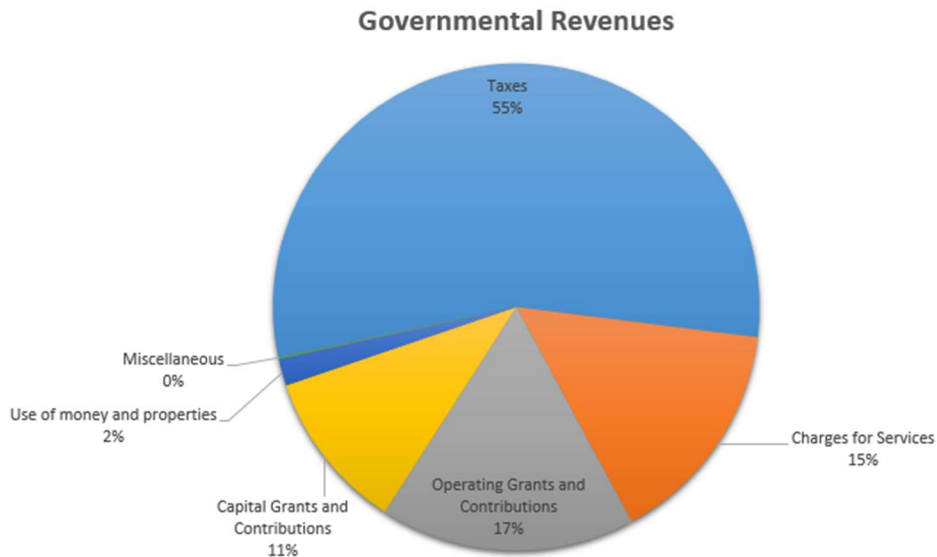
	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
<b>Revenues:</b>						
Program Revenues:						
Charges for services	\$ 35.8	\$ 28.6			\$ 35.8	\$ 28.6
Water	-	-	\$ 41.5	\$ 41.4	41.5	41.4
Sewer	-	-	7.3	7.2	7.3	7.2
Refuse	-	-	11.6	11.5	11.6	11.5
Pomona Choice Energy Authority	-	-	48.9	34.8	48.9	34.8
Operating contributions and grants	40.0	34.1	0.2	0.9	40.2	35.0
Capital contributions and grants	25.2	20.1	-	-	25.2	20.1
General Revenues:						
Taxes:						
Property taxes	48.3	44.8	-	-	48.3	44.8
Sales taxes	43.6	42.2	-	-	43.6	42.2
Transient occupancy taxes	3.0	2.6	-	-	3.0	2.6
Franchises taxes	6.1	5.6	-	-	6.1	5.6
Utility users taxes	21.6	18.4	-	-	21.6	18.4
Other taxes	7.7	2.9	-	-	7.7	2.9
Use of money and properties	4.3	1.3	1.0	(0.9)	5.3	0.4
Miscellaneous	0.2	0.1	0.4	0.1	0.6	0.2
Gain on sale of capital assets	-	-	1.1	-	1.1	-
<b>Total revenues</b>	<b>\$ 235.8</b>	<b>\$ 200.7</b>	<b>\$112.0</b>	<b>\$ 95.0</b>	<b>\$ 347.8</b>	<b>\$ 295.7</b>

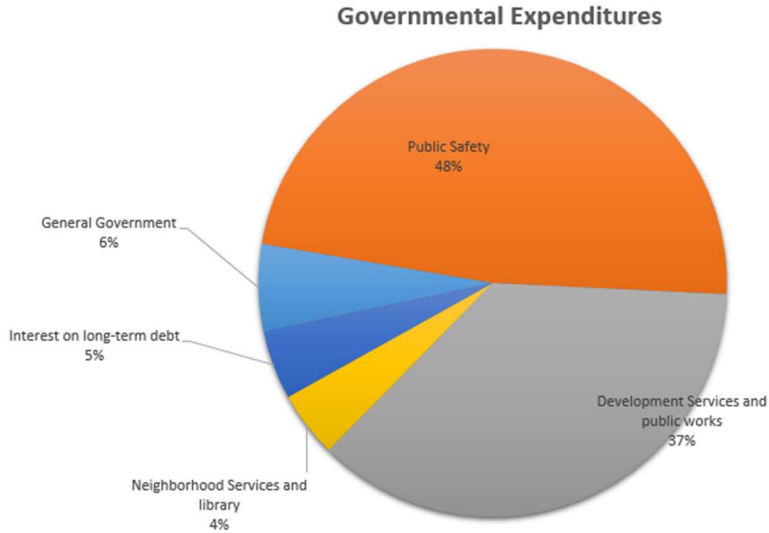
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 Year Ended June 30, 2023

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
<b>Expenses:</b>						
General government	\$ 11.5	\$ 4.4	\$ -	\$ -	\$ 11.5	\$ 4.4
Public safety	91.4	91.1	-	-	91.4	91.1
Development services and public works	69.6	61.9	-	-	69.6	61.9
Neighborhood services and library	8.6	5.7	-	-	8.6	5.7
Interest on long-term debt	9.0	12.6	-	-	9.0	12.6
Water	-	-	34.3	33.1	34.3	33.1
Sewer	-	-	3.7	3.6	3.7	3.6
Refuse	-	-	11.8	9.9	11.8	9.9
Pomona Choice Energy Authority	-	-	40.6	35.8	40.6	35.8
Canon Water Company	-	-	-	-	-	-
Total expenses	<u>\$ 190.1</u>	<u>\$ 175.7</u>	<u>\$ 90.4</u>	<u>\$ 82.4</u>	<u>\$ 280.5</u>	<u>\$ 258.1</u>
Increase(decrease) in net position before transfers	\$ 45.7	\$ 25.0	\$ 21.6	\$ 12.6	\$ 67.3	\$ 37.6
Transfers	1.7	(0.3)	(1.7)	0.3	-	-
Increase (decrease) in net position	<u>\$ 47.4</u>	<u>\$ 24.7</u>	<u>\$ 19.9</u>	<u>\$ 12.9</u>	<u>\$ 67.3</u>	<u>\$ 37.6</u>
Beginning Net Position as restated	59.9	38.4	101.7	88.8	161.6	127.2
Ending Net Position	<u>\$ 107.3</u>	<u>\$ 63.1</u>	<u>\$ 121.6</u>	<u>\$ 101.7</u>	<u>\$ 228.9</u>	<u>\$ 164.8</u>

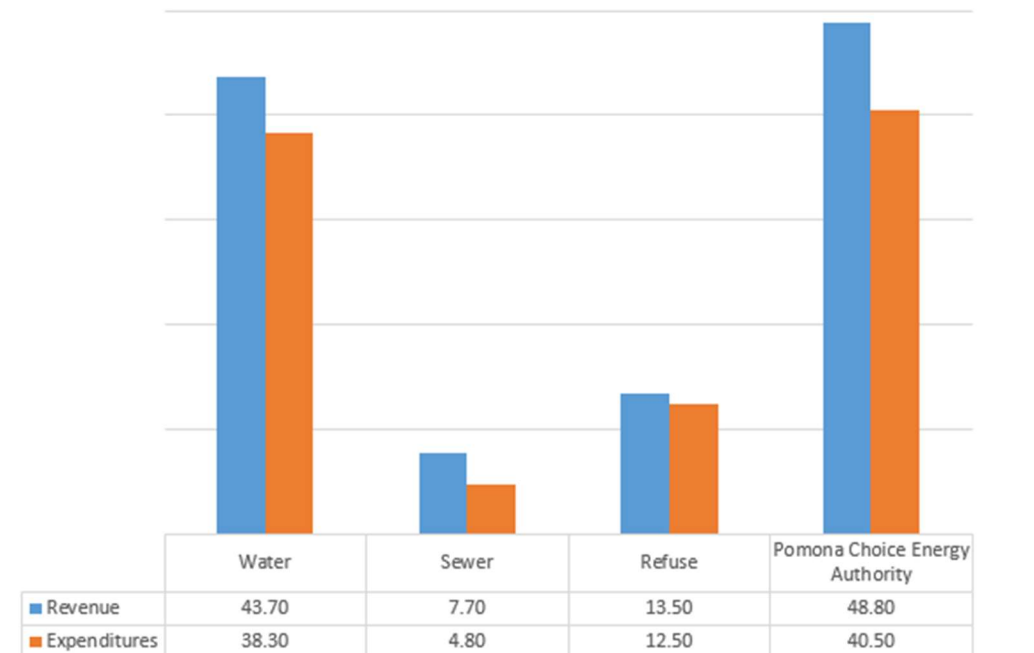
**Governmental Activities** - The City’s program revenues totaled \$101 million. The City paid for the remaining “public benefit” portion of governmental activities with \$134.8 million in taxes (some of which is restricted for certain programs). The cost of all governmental activities this year was \$190.1 million. However, as shown above in the changes in net position, the amount taxpayers ultimately financed for these activities was \$130.3 million since some of the cost was paid by Charge for Services revenue \$(35.8 million), or by other governments and organizations that subsidized certain programs with operating contributions and grants \$(40.0 million), and capital contributions and grants \$(25.2 million). The City had a \$47.47 million increase in net position from governmental activities (see Financial Analysis of the City’s Funds – General Fund for explanation) in 2022-23. The largest increase on the government wide statements from the prior year was in the program revenues with an overall increase of \$18.2 million. Charges for services increase significantly due to large building projects in FY 2022-23 which resulted in large permitting revenues. Operating grants revenue increased due to increased activity in the American Rescue Plan activities, the City receiving a large CalVIP grant as well as a \$6.0 million grant for the refurbishment for the City library. The General revenues increase is discussed in the General Fund analysis.





**Business Type Activities** - The cost of all business-type activities in 2022-23 was \$90.4 million and the amount of resources received was \$112.0 million. Total business-type activities resources available at the fiscal year end is \$121.6 million. This is calculated by taking beginning Net Position of \$101.7 million adding revenues of \$112.0 million, subtracting expenditures of \$90.4 million and \$(1.7) million in transfers. This equates to an increased net Position by \$19.9 million. The largest increase in the Business Type activities is due to the Pomona Choice Energy Authority which was \$14.0 million. Pomona Choice Energy Authority’s rates nearly mirror So Cal Edison’s rates but with a slight discount. So Cal Edison’s rates increased significantly from prior year which in turn Pomona Choice Energy’s rates increased thus resulted in the increased revenues.

### Enterprise Revenue & Expenditures (in millions)



**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

The City uses governmental fund accounting to ensure compliance with budgetary allocations and to maintain control over resources that are legally, or otherwise, restricted for specific purposes. Following is a discussion of the individual "major" funds as shown on the Balance Sheet for Governmental Funds in the basic financial statements.

*General Fund* - The General Fund is used to account for the general operations of the City. It is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund is always reported as a "major fund". The General Fund reported \$155.4 million in revenues and \$133.4 million in expenditures resulting in revenues over expenditures in the amount of \$22.0 million before accounting for net other financing uses of \$(8.7) million, resulting in the General Fund fund balance to increase by \$13.3 million for the fiscal year. Total fund balance at June 30, 2023 is \$62.9 million, composed of \$72.7 million in assets combined with \$8.3 million in liabilities and \$1.5 million in deferred inflows and resources. Total fund balance includes less than \$0.1 million in nonspendable and zero restricted fund balance. Committed fund balance totals \$31.7 million for fiscal sustainability. The City has a Consolidated Fiscal Policies and Administrative Procedures which includes a new fund balance policy that was adopted by resolution 2023-06 for the purpose of guiding the City's financial planning to meet financial obligations while providing high quality services. The policy states that 22% of the general fund operating expenditures including transfers out is to be committed for fiscal sustainability. The committed portion of fund balance can only be used for specific purposes pursuant to constraints imposed by formal action of the City Council, and remains in-place unless removed in the same manner. The remaining portion of fund balance of \$31.2 million is considered unassigned and above the fiscal sustainability policy. General fund revenues increased \$19.2 million in the fiscal year when compared to the prior year. The largest portion of the increase was Property Tax. Property tax increased \$5.1 million when compared to FY 2021-22. The increase in property tax revenue was due to the increased local real estate market values. The other large increase was Utility Users Tax with an increase of \$3.2 million which was due to increased rates to all utilities such as So Cal Edison and other utility providers. The City entered into a Proposition A exchange where the City sold Proposition A monies in exchange to receive general fund monies. The exchange resulted in \$3.15 million additional general fund revenues in FY 2022-23.

*Housing Authority Fund* – The Housing Authority Fund accounts for grant revenues for housing assistance program payments and acquisition, rehabilitation, and administration of properties used to provide affordable rental housing. The Housing Authority fund has historically been a "major" fund based on criterion set forth by GASB 34. For the fiscal year the Housing Authority reported \$22.7 million in revenues and \$23.4 million in expenditures and transfers, resulting in a net change in fund balance in the amount of \$(0.4) million. The Housing Authority fund is made up of \$24.1 million in assets, combined with \$1.2 million in liabilities and \$1.5 million in deferred inflows and resources resulting in \$21.4 million in fund balance. The \$21.4 million in fund balance is restricted for Development Services. The Housing Authority fund is mainly comprised grant revenue and program costs therefore a large increase or decrease of fund balance does not occur from year to year.

*American Rescue Plan Fund* – The American Rescue Plan fund was created to account for the City's award of the Federal Bill passed by Congress called American Rescue Plan Act of 2021. The City was awarded \$45 million and received half of the award in FY 2020-21 and the remaining half in FY 2021-22. A spending plan was created and approved by City Council. The City has until 2024 to obligate the money and spend by 2026. Until the money is spent it will remain a liability on the balance sheet and recognized as revenue when spent. FY 2022-23 had expenditures totaling \$4.8 million for various ARP activities. There is a corresponding revenue of the same amount. The asset balance is \$38.2 million while being offset by a liability of the same amount.

*General Government Debt Service Fund* – The General Government Debt Service fund accounts for the various debts that are exclusively in the City's name. For the fiscal year, the General Government Debt Service fund reported \$0.4 million in revenues and \$16.6 million in expenditures. The expenditures are mainly principal and interest debt service payments. Other funds transfer in monies to help pay for the debt in the amount of \$18.6 million. After total other financing sources of \$18.6 million, the resulting net change in fund balance totals \$2.4 million. The liability is an advance from the Public Financing Authority for Series BC & BG.

*Public Financing Authority Debt Service Fund* – The Public Financing Authority (PFA) Debt Service fund accounts for the various City debts that are issued for the City in the name of the PFA. For the fiscal year, the PFA Debt Service fund reported \$1,681 in revenues and \$2.2 million in expenditures. The expenditures are all principal and interest debt service payments. The resulting net change in fund balance totals \$(2.2) million. The asset is an advance to the General Government Debt Service fund for Series BC & BG.

*Non-Major Funds* - The Non-Major Governmental Funds show a net increase of \$8.3 million in fund balance.

The following funds were reported as “major” funds on the Statement of Net Position for Proprietary Funds in the basic financial statements:

*Water Fund* – The Water Fund is used to account for all activities associated with the distribution and transmission of potable water as well as reclaimed water to users. The Water Fund reported \$41.5 million in operating revenues and operating expenses of \$32.3 million resulting in operating income of \$9.2 million. After consideration of non-operating revenues, expenses and transfers the total change in net position is \$5.4 million with total revenues in excess of expenses. The Water Fund is made up of \$58.5 million in current assets, \$143.0 in non-current assets, \$5.6 million in deferred outflows of resources, \$12.9 million in current liabilities, \$106.8 million in non-current liabilities and \$5.3 million in deferred inflow of resources resulting in net position of \$82.1 million.

*Sewer Fund* – The Sewer Fund is used to account for the operation and maintenance of the City's sewer network. The Sewer Fund reported \$7.4 million in operating revenues and operating expenses of \$3.3 million resulting in operating income of \$4.1 million. After consideration of non-operating revenues, non-operating expenses, and transfers, the total change in net position is \$2.9 million with total revenues in excess of expenses. The Sewer Fund is made up of \$19.5 million in current assets, \$30.1 million in non-current assets, \$1.0 million in deferred outflows of resources, \$1.0 million in current liabilities, \$25.5 in non-current liabilities and \$0.3 million in deferred inflow of resources resulting in net position of \$23.8 million.

*Refuse Fund* – The Refuse Fund is used to account for all activities associated with residential refuse collection, and curbside collection of recycling materials. The Refuse Fund reported \$11.8 million in operating revenues and operating expenses of \$11.9 million resulting in an operating loss of \$0.1 million. After consideration of non-operating revenues, non-operating expenses and transfers the total change in net position is an increase of \$1.0 million with total revenues in excess of expenses. The Refuse Fund is made up of \$11.5 million in current assets, less than \$0.1 in non-current assets, \$1.3 million in deferred outflows of resources, \$1.3 million in current liabilities, \$8.0 in non-current liabilities and \$.07 million in deferred inflow of resources resulting in net position of \$2.8 million. The City outsourced the refuse operations effective July 1, 2023 which will have a fiscal impact for FY 2023-24. FY 2022-23 is the last fiscal year of City refuse operations.

*Pomona Choice Energy Authority Fund* – The Pomona Choice Energy Authority was established in FY 2019-20 to offer the Citizens of Pomona an alternative source of energy to their homes. The Water fund loaned Pomona Choice Energy Authority (PCEA) startup costs in order to establish operations. FY 2020-21 was the first full year of activity for the PCEA. FY 2021-22 proved to be a challenging year for PCEA and required a loan from the Water fund to help pay for basic operating costs. PCEA recorded \$48.8 million in revenues and \$40.5 in expenditures resulting in an operating gain of \$8.3 million. The gain resulted in PCEA with a positive fund balance amount of \$7.9 million. PCEA is made up of \$19.2 million in assets, \$11.3 million in liabilities resulting in the positive fund balance of \$7.9 million.

**GENERAL FUND BUDGETARY INFORMATION**

The originally adopted General Fund budget contained \$121.1 million in appropriations to fund operations and services. This amount increased to \$128.2 million by the end of the fiscal year through City Council approved budget amendments. This was an increase in the amount of \$7.1 million. The increase was a planned response to increased revenues. The City experienced costs savings throughout the departments:

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Revenue / Expenditure Report					
	2022-2023	2022-2023	%	2022-2023	%
	Original	Amended	Amended/	Actuals	Actuals/
	Budget	Budget	Original	To Date	Budget
Total Revenue	141,545,287	148,487,189	105%	157,567,990	106%
Total Expenditures	141,487,751	148,093,460	105%	144,306,115	97%
<b>Net</b>	<b>57,536</b>	<b>393,729</b>		<b>13,261,875</b>	

General Fund revenues were over budget approximately \$9.08 million. General Fund expenditures as a whole were under budget at the completion of the fiscal year by approximately \$3.8 million. The above chart includes transfers in and transfers out.

As adopted, the City’s FY 2022-23 General Fund Revenue Budget reflected \$141.5 million in anticipated revenues. With approved budget adjustments the total was amended to \$148.5 million. As of June 30, 2023, \$157.6 million has been received. The total revenue came in over budget due to conservative revenue projections from the City’s revenue consultants. Revenue sources anticipated to be received far exceeded the anticipated amounts. See the Financial Analysis of City Funds portion for further explanation.

**DEBT ADMINISTRATION**

At the end of the fiscal year, the City and its component units (Pomona Public Financing Authority and Pomona Housing Authority) had total long-term debt outstanding of \$392.5 million. Additional information on the City’s long-term debt may be found in Note 11 in the Notes to the Basic Financial Statements.

**CASH MANAGEMENT**

To obtain flexibility in cash management, the City employs a pooled cash system (Reference Note 3 in the Notes to the Basic Financial Statements). Under the pooled cash concept, the City invests the cash of all funds with maturities planned to coincide with cash needs. Idle cash is invested in certain eligible securities as constrained by law and further limited by the City’s Investment Policy. The goals of the City’s Investment Policy are safety, liquidity and yield.

**CAPITAL ASSETS**

The capital assets of the City are those assets, which are used in the performance of the City’s functions including infrastructure assets. At June 30, 2023, net capital assets of the governmental activities totaled \$305.8 million and the net capital assets of the business-type activities totaled \$166.6 million. Depreciation on capital assets is recognized in the government-wide financial statements.

For Government Activities, the City had a total of 71 projects which varied in the amount of activity in FY 2022-23. The largest increase in Capital Assets was in the Construction in Progress class. A total of \$17.0 million was added to Construction in Progress in FY 2022-23. The major projects were:

- Project #68574 – Mission Blvd Rehab - White Ave to Towne Ave (\$3.2 million)
- Project #68572 – Street Preservation - Local (FY 21-22) (\$2.3 million)
- Project #71070 – Hamilton Park Renovation (\$1.9 million)
- Project #67922 - Street Rehabilitation - Districts 4 and 5 (\$1.2 million)
- Project #67931 - Street Rehabilitation - Districts 1 and 6 (\$1.0 million)

For Enterprise Activities, the largest increase in Capital Assets was in the Construction in Progress class. There was \$11.9 million added to Construction in Progress. The main project was:

- Project #93135 – Water Resources Admin & Op Facility (\$11.5 million)

Additional information on the City of Pomona's capital assets may be found in Note 9 in the Notes to the Basic Financial Statements.

## **ECONOMIC FACTORS**

Pomona's vigilant ongoing review and control over expenditure growth has been, and will continue as, a critical factor in maintaining and improving the City's overall financial health. To ensure its fiscal health, on February 6, 2023, the City Council adopted resolution number 2023-06 approving the City's Consolidated Fiscal Policies superseding the previous resolution 2011-49. This policy established guidelines for the City's overall fiscal planning and management and is intended to foster and support continued financial strength and stability of the City. The policy is quite comprehensive and covers areas of Budget, Economic Development, Risk Management, Accounting-Auditing-Financial Reporting, Cash Management and Investments, and Debt Management. The policy also required a separate Fund Balance Policy to ensure fiscal health of the City. Part of the Fund Balance Policy adopted by the City Council on February 6, 2023, requires the General Fund to have a 'Committed Fund Balance of 22% of operating expenditures. The policy provides a scale of a minimum of 22% and a maximum of 25%. Based on 2022-23 General Fund expenditure and fund balance numbers, the General Fund will meet the 22%.

To address long term concern of the City's growing Pension Liability, The City issued a Pension Obligation bond (Series BJ) in August of 2021. The bond was issued to pay down the City's Pension Liability. The proceeds of the bond were sent directly to PERS for investment. Going forward the investment market's volatility could prove to be an issue with the valuation of the Pension Liability or Asset but overall the decision to issue a Pension Obligation Bond proved to be prudent decision. Along with addressing the Pension Liability, the City is forward thinking in addressing the growing Other Post Employment Obligation (OPEB) liability. The City is working on a 115 Trust in order to help mitigate increased premiums and cost to the City. Look to FY 2023-24 for the City to take action on this plan.

As a result of the COVID-19 pandemic, the President issued the American Rescue Plan which provided State and local governments millions of dollars to help combat the effects of the Pandemic. The administration of the monies over the years has been challenging but several amazing programs have helped the citizens of Pomona. The federal government has mandated the funds be obligated by 2024 and to be spent by 2026.

## **CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide Pomona residents, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. Questions about this report, separate reports of the City's component units, or any additional financial information, should be directed to the City of Pomona Finance Department at 505 S. Garey Avenue (P.O. Box 660), Pomona, California, 91769.



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# BASIC FINANCIAL STATEMENTS

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# GOVERNMENT-WIDE FINANCIAL STATEMENTS

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**City of Pomona**  
**Statement of Net Position**  
**June 30, 2023**

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 172,750,732	\$ 70,081,344	\$ 242,832,076
Receivables:			
Accounts	6,514,138	23,743,258	30,257,396
Notes and loans	35,532,039	-	35,532,039
Interest	983,341	395,211	1,378,552
Internal balances	(4,569,021)	4,569,021	-
Prepaid costs	755,699	541,884	1,297,583
Deposits	-	147,000	147,000
Due from other governments	21,009,926	-	21,009,926
Inventories	455,590	780,318	1,235,908
Leases receivable	416,376	-	416,376
Land held for resale	4,359,737	-	4,359,737
Restricted assets:			
Cash and investments	1,212,806	5,687,505	6,900,311
Cash and investments with fiscal agent	2,367,805	7,724,640	10,092,445
Total current assets	241,789,168	113,670,181	355,459,349
Noncurrent assets:			
Other investments	-	9,000	9,000
Capital assets:			
Nondepreciable	137,365,749	37,890,818	175,256,567
Depreciable, net of depreciation	168,496,423	128,770,522	297,266,945
Total capital assets	305,862,172	166,661,340	472,523,512
Total noncurrent assets	305,862,172	166,670,340	472,532,512
<b>Total assets</b>	<b>547,651,340</b>	<b>280,340,521</b>	<b>827,991,861</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred charges on refunding	282,085	370,047	652,132
Deferred outflows of resources related to pensions	50,335,015	5,899,653	56,234,668
Deferred outflows of resources related to OPEB	6,809,473	1,706,509	8,515,982
<b>Total deferred outflows of resources</b>	<b>57,426,573</b>	<b>7,976,209</b>	<b>65,402,782</b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	7,631,215	8,689,073	16,320,288
Accrued liabilities	694,393	800	695,193
Accrued interest	3,482,579	582,762	4,065,341
Unearned revenue	49,763,872	129,684	49,893,556
Retentions payable	565,045	840,359	1,405,404
Deposits payable	3,787,366	4,483,499	8,270,865
Payroll payable	2,711,745	554,904	3,266,649
Compensated absences - current	6,270,374	1,241,712	7,512,086
Claims and judgements - current	3,852,000	-	3,852,000
Long-term debt - current portion	11,165,499	3,396,033	14,561,532
Total current liabilities	89,924,088	19,918,826	109,842,914
Noncurrent liabilities:			
Compensated absences	3,129,002	556,723	3,685,725
Claims and judgements	27,596,261	-	27,596,261
Net pension liability	29,351,488	3,297,083	32,648,571
Total OPEB liability	70,246,299	17,604,292	87,850,591
Other long-term liabilities	2,905,597	-	2,905,597
Long-term debt	259,329,590	118,949,856	378,279,446
Total noncurrent liabilities	392,558,237	140,407,954	532,966,191
<b>Total liabilities</b>	<b>482,482,325</b>	<b>160,326,780</b>	<b>642,809,105</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred charges on refunding	309,373	2,700,426	3,009,799
Deferred inflows of resources related to leases	400,523	-	400,523
Deferred inflows of resources related to OPEB	14,579,948	3,653,854	18,233,802
<b>Total deferred inflows of resources</b>	<b>15,289,844</b>	<b>6,354,280</b>	<b>21,644,124</b>
<b>NET POSITION</b>			
Net investment in capital assets	238,768,792	64,687,296	303,456,088
Restricted for:			
Community development projects	83,168,334	-	83,168,334
Capital projects	10,956,765	-	10,956,765
Debt service	66,001,710	-	66,001,710
Total restricted	160,126,809	-	160,126,809
Unrestricted	(291,589,857)	56,948,374	(234,641,483)
<b>Total net position</b>	<b>\$ 107,305,744</b>	<b>\$ 121,635,670</b>	<b>\$ 228,941,414</b>

See accompanying Notes to Basic Financial Statements.

**City of Pomona**  
**Statement of Activities**  
**For the year ended June 30, 2023**

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental activities:</b>					
General government	\$ 11,474,339	\$ 12,484,501	\$ 2,046,543	\$ 2,781,892	\$ 17,312,936
Public safety	91,456,253	4,364,627	5,500,936	-	9,865,563
Development services and public works	69,593,760	16,506,229	32,427,759	22,421,024	71,355,012
Neighborhood services and library	8,664,803	2,421,279	-	-	2,421,279
Interest on long-term debt	9,070,056	-	-	-	-
<b>Total governmental activities</b>	<b>190,259,211</b>	<b>35,776,636</b>	<b>39,975,238</b>	<b>25,202,916</b>	<b>100,954,790</b>
<b>Business-type Activities:</b>					
Water	34,323,484	41,521,595	-	-	41,521,595
Sewer	3,738,556	7,256,994	-	-	7,256,994
Refuse	11,793,085	11,607,630	218,517	-	11,826,147
Canon Water Company - February 28, 2023	12,874	-	-	-	-
Pomona Choice Energy Authority	40,560,949	48,865,705	-	-	48,865,705
<b>Total business-type activities</b>	<b>90,428,948</b>	<b>109,251,924</b>	<b>218,517</b>	<b>-</b>	<b>109,470,441</b>
<b>Total primary government</b>	<b>\$ 280,688,159</b>	<b>\$ 145,028,560</b>	<b>\$ 40,193,755</b>	<b>\$ 25,202,916</b>	<b>\$ 210,425,231</b>

**General Revenues:**

Taxes:

Property taxes, levied for general purpose  
 Transient occupancy taxes  
 Sales taxes  
 Franchise taxes  
 Utility users tax  
 Other taxes

**Total taxes**

Motor vehicle in lieu, unrestricted  
 Use of money and properties  
 Other  
 Gain on sale of capital asset  
 Transfers

**Total general revenues and transfers**

**Change in net position**

**Net position - beginning of year, as restated**

**Net position - end of year**

Net (Expense) Revenue  
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ 5,838,597	\$ -	\$ 5,838,597
(81,590,690)	-	(81,590,690)
1,761,252	-	1,761,252
(6,243,524)	-	(6,243,524)
(9,070,056)	-	(9,070,056)
(89,304,421)	-	(89,304,421)
-	7,198,111	7,198,111
-	3,518,438	3,518,438
-	33,062	33,062
-	(12,874)	(12,874)
-	8,304,756	8,304,756
-	19,041,493	19,041,493
(89,304,421)	19,041,493	(70,262,928)
48,293,968	-	48,293,968
3,011,357	-	3,011,357
43,623,155	-	43,623,155
6,097,419	-	6,097,419
21,582,321	-	21,582,321
7,736,192	-	7,736,192
130,344,412	-	130,344,412
156,059	-	156,059
4,247,240	1,012,864	5,260,104
214,400	363,487	577,887
-	1,147,949	1,147,949
1,666,592	(1,666,592)	-
136,628,703	857,708	137,486,411
47,324,282	19,899,201	67,223,483
59,981,462	101,736,469	161,717,931
\$ 107,305,744	\$ 121,635,670	\$ 228,941,414

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# FUND FINANCIAL STATEMENTS

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*Governmental Fund Financial Statements*

*Proprietary Fund Financial Statements*

*Fiduciary Fund Financial Statements*

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

	Special Revenue Funds			Debt Service Fund
	General Fund	Housing Authority	American Rescue Plan	General Government
<b>ASSETS</b>				
Cash and investments	\$ 55,909,604	\$ 4,178,510	\$ 38,262,668	\$ -
Receivables (net):				
Accounts	4,428,821	158,241	-	-
Notes and loans	-	13,863,472	-	-
Interest	595,550	22,232	-	-
Prepaid items	78,563	-	-	677,136
Due from other governments	9,456,983	763,125	-	-
Due from other funds	1,850,665	-	-	-
Advances to other funds	-	-	-	-
Leases receivable	416,376	-	-	-
Land held for resale	-	4,359,737	-	-
Restricted assets:				
Restricted cash and investments	28,777	-	-	-
Cash with fiscal agent	-	758,211	-	1,022,131
<b>Total assets</b>	<b>\$ 72,765,339</b>	<b>\$ 24,103,528</b>	<b>\$ 38,262,668</b>	<b>\$ 1,699,267</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 2,860,719	\$ 306,980	\$ 61,323	\$ -
Payroll payable	1,619,304	54,803	3,425	-
Accrued liabilities	-	205,796	-	488,597
Deposits payable	3,439,988	34,938	-	-
Retentions payable	-	-	-	-
Due to other funds	-	-	-	1,618,312
Advances from other funds	304,435	-	-	64,730,000
Unearned revenues	23,093	627,749	38,197,920	-
<b>Total liabilities</b>	<b>8,247,539</b>	<b>1,230,266</b>	<b>38,262,668</b>	<b>66,836,909</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	1,157,326	1,450,631	-	-
Deferred inflows of resources related to leases	400,523	-	-	-
<b>Total deferred inflows of resources</b>	<b>1,557,849</b>	<b>1,450,631</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Nonspendable:				
Prepaid costs	78,563	-	-	677,136
Restricted:				
Development services and public works	-	21,422,631	-	-
Public safety	-	-	-	-
Neighborhood service	-	-	-	-
Assessment district improvement	-	-	-	-
Capital projects	-	-	-	-
Debt service	-	-	-	-
Parks and recreation	-	-	-	-
Committed:				
Fiscal sustainability	31,702,011	-	-	-
Unassigned	31,179,377	-	-	(65,814,778)
<b>Total fund balances</b>	<b>62,959,951</b>	<b>21,422,631</b>	<b>-</b>	<b>(65,137,642)</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 72,765,339</b>	<b>\$ 24,103,528</b>	<b>\$ 38,262,668</b>	<b>\$ 1,699,267</b>

See accompanying Notes to Basic Financial Statements.

Debt Service Fund		
Public Financing Authority	Nonmajor Governmental Funds	Total Governmental Funds
\$ 103,938	\$ 60,720,826	\$ 159,175,546
-	1,779,012	6,366,074
-	21,668,567	35,532,039
545	248,880	867,207
-	-	755,699
-	10,789,818	21,009,926
-	-	1,850,665
64,730,000	304,435	65,034,435
-	-	416,376
-	-	4,359,737
1,169,573	14,456	1,212,806
-	587,463	2,367,805
<u>\$ 66,004,056</u>	<u>\$ 96,113,457</u>	<u>\$ 298,948,315</u>
\$ -	\$ 3,944,565	\$ 7,173,587
2,346	258,456	1,938,334
-	-	694,393
-	312,440	3,787,366
-	565,045	565,045
-	232,353	1,850,665
-	-	65,034,435
-	10,915,110	49,763,872
<u>2,346</u>	<u>16,227,969</u>	<u>130,807,697</u>
-	7,407,303	10,015,260
-	-	400,523
<u>-</u>	<u>7,407,303</u>	<u>10,415,783</u>
-	-	755,699
-	37,547,671	58,970,302
-	1,812,679	1,812,679
-	21,080,938	21,080,938
-	503,958	503,958
-	10,956,765	10,956,765
66,001,710	-	66,001,710
-	576,174	576,174
-	-	31,702,011
-	-	(34,635,401)
<u>66,001,710</u>	<u>72,478,185</u>	<u>157,724,835</u>
<u>\$ 66,004,056</u>	<u>\$ 96,113,457</u>	<u>\$ 298,948,315</u>

See accompanying Notes to Basic Financial Statements.

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# City of Pomona

## Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position June 30, 2023

**Total Fund Balances - Total Governmental Funds** \$ 157,724,835

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

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Nondepreciable	\$ 137,365,749	\$ -	137,365,749
Depreciable, net	168,496,423	(217,143)	168,279,280
Total capital assets	\$ 305,862,172	\$ (217,143)	305,645,029

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Position.

(32,045,105)

Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.

10,015,260

In the Government-Wide Financial Statements, deferred employer contributions for pension and OPEB, certain differences between actuarial estimates and actual results, and other adjustments resulting from changes in assumptions and benefits are deferred in the current year.

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Deferred outflows of resources related to pension	50,335,015	(1,484,543)	48,850,472
Deferred outflows of resources related to OPEB	6,809,473	(379,551)	6,429,922
Deferred inflows of resources related to OPEB	(14,579,948)	812,669	(13,767,279)

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

	Government- Wide Statement of Net Position	Internal Service Funds	Total
Compensated absences - due within one year	\$ (6,270,374)	\$ 185,374	\$ (6,085,000)
Interest payable	(3,482,579)	-	(3,482,579)
Long-term debt - due within one year	(11,165,499)	202,054	(10,963,445)
Unamortized deferred loss on refunding	(309,373)	-	(309,373)
Unamortized deferred gain on refunding	282,085	-	282,085
Compensated absences - due in more than one year	(3,129,002)	-	(3,129,002)
Other long-term liabilities	(2,905,597)	-	(2,905,597)
Long-term debt - due in more than one year	(259,329,590)	5,227,798	(254,101,792)
Net pension liability	(29,351,488)	829,654	(28,521,834)
Net OPEB liability	(70,246,299)	3,915,446	(66,330,853)
Total long-term liabilities	\$ (385,907,716)	\$ 10,360,326	(375,547,390)

**Net Position of Governmental Activities**

\$ 107,305,744

**City of Pomona**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended June 30, 2023**

	Special Revenue Funds			Debt Service Fund
	General Fund	Housing Authority	American Rescue Plan	General Government
<b>REVENUES:</b>				
Taxes	\$ 132,210,156	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Licenses, permits and fees	10,125,740	-	-	-
Intergovernmental	3,460,584	21,999,482	4,869,598	438,286
Charges for services	3,225,957	1,772	-	-
Use of money and properties	1,449,025	501,729	-	13,773
Fines and forfeitures	2,854,239	-	-	-
Miscellaneous	2,030,029	238,176	-	-
<b>Total revenues</b>	<b>155,355,730</b>	<b>22,741,159</b>	<b>4,869,598</b>	<b>452,059</b>
<b>EXPENDITURES:</b>				
Current:				
General government	9,074,269	-	469,999	-
Public safety	102,141,499	-	55,343	-
Development services	15,121,593	23,156,198	16,319	-
Neighborhood services and library	5,611,528	-	53,777	-
Capital outlay	1,084,236	-	211,208	-
Debt service:				
Principal retirement	344,251	-	-	6,995,443
Interest and fiscal charges	-	-	-	9,685,592
<b>Total expenditures</b>	<b>133,377,376</b>	<b>23,156,198</b>	<b>806,646</b>	<b>16,681,035</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>21,978,354</b>	<b>(415,039)</b>	<b>4,062,952</b>	<b>(16,228,976)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	2,033,709	6,827	-	18,602,627
Transfers out	(10,754,494)	(184,282)	(4,062,952)	-
Proceeds from sale of property	4,550	214,002	-	-
<b>Total other financing sources (uses)</b>	<b>(8,716,235)</b>	<b>36,547</b>	<b>(4,062,952)</b>	<b>18,602,627</b>
Special item	-	-	-	-
<b>Net change in fund balances</b>	<b>13,262,119</b>	<b>(378,492)</b>	<b>-</b>	<b>2,373,651</b>
<b>FUND BALANCES:</b>				
Beginning of year	49,697,832	21,801,123	-	(67,511,293)
End of year	\$ 62,959,951	\$ 21,422,631	\$ -	\$ (65,137,642)

See accompanying Notes to Basic Financial Statements.

Debt Service Fund		
Public Financing Authority	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 3,093,926	\$ 135,304,082
-	1,254,901	1,254,901
-	1,751,572	11,877,312
-	38,121,638	68,889,588
-	2,489,730	5,717,459
1,681	1,942,598	3,908,806
-	-	2,854,239
-	718,364	2,986,569
1,681	49,372,729	232,792,956
-	789,056	10,333,324
-	2,697,922	104,894,764
-	24,992,299	63,286,409
-	890,181	6,555,486
-	21,674,934	22,970,378
2,220,000	1,114,979	10,674,673
42	644	9,686,278
2,220,042	52,160,015	228,401,312
(2,218,361)	(2,787,286)	4,391,644
-	17,003,189	37,646,352
-	(6,761,629)	(21,763,357)
-	852,256	1,070,808
-	11,093,816	16,953,803
-	-	-
(2,218,361)	8,306,530	21,345,447
68,220,071	64,171,655	136,379,388
\$ 66,001,710	\$ 72,478,185	\$ 157,724,835

See accompanying Notes to Basic Financial Statements.

**City of Pomona**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**of Governmental Funds to the Government-Wide Statement of Activities**  
**For the year ended June 30, 2023**

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$ 21,345,447</b>
Amounts reported for governmental activities in the Government-Wide Statement of Activities were different because:	
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated lives as depreciation expense. This was the amount of capital assets recorded in the current period, net of the amount related to internal service	23,447,950
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities, but did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds, net of the amount related to internal service funds.	(10,478,149)
Proceed from sale assets are recorded in the governmental funds but the gain or loss is recorded in the government-wide	(2,449,793)
Accrued compensated leave payments were reported as expenditures in the governmental funds, however expense is recognized in the Government-Wide Statement of Activities based on earned leave accruals.	(213,515)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.	
Long-term debt repayments	10,832,091
Capital appreciation bond accretion	480,672
Amortization of deferred charges	439
Amortization of bonds premium (discount), net	186,559
Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period	136,927
Current year employer pension and OPEB contributions are recorded as expenditures in the governmental funds, however, these amounts are reported as a deferred outflow of resources in the Government-Wide Statement of Net Position.	9,752,610
Pension expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.	(14,761,620)
OPEB expense is reported in the Government-Wide Statement of Activities does not require the use of current financial resources, and therefore is not reported as expenditures in governmental funds.	(863,823)
Unavailable revenues recorded in the fund financial statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial	2,841,604
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.	7,066,883
<b>Change in Net Position of Governmental Activities</b>	<b>\$ 47,324,282</b>



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**City of Pomona**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2023**

	Business-Type Activities			
	Nonmajor Enterprise Funds			
	Water	Sewer	Refuse	Canon Water Company - February 28, 2023
<b>ASSETS</b>				
Current Assets:				
Cash and investments	\$ 44,747,094	\$ 15,737,822	\$ 8,558,894	\$ 259,005
Receivables (net):				
Accounts	6,682,814	1,223,741	2,903,028	128,442
Interest	251,083	97,586	37,883	-
Prepaid items	9,000	-	-	2,079
Deposits	-	-	-	-
Inventories	780,318	-	-	-
Restricted assets:				
Restricted cash and investments	-	774,888	-	-
Cash with fiscal agent	6,035,942	1,688,698	-	-
<b>Total current assets</b>	<b>58,506,251</b>	<b>19,522,735</b>	<b>11,499,805</b>	<b>389,526</b>
Noncurrent:				
Advances to other funds	6,475,682	-	-	-
Other Investments	9,000	-	-	-
Capital assets:				
Nondepreciable capital assets	33,309,757	4,581,061	-	-
Depreciable capital assets	188,893,508	52,854,681	5,963,464	71,839
Accumulated depreciation	(85,691,388)	(27,333,212)	(5,940,269)	(48,101)
<b>Capital Assets - net of accumulated depreciation</b>	<b>136,511,877</b>	<b>30,102,530</b>	<b>23,195</b>	<b>23,738</b>
<b>Total noncurrent assets</b>	<b>142,996,559</b>	<b>30,102,530</b>	<b>23,195</b>	<b>23,738</b>
<b>Total assets</b>	<b>201,502,810</b>	<b>49,625,265</b>	<b>11,523,000</b>	<b>413,264</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred charges on refunding	-	370,047	-	-
Deferred outflows of resources related to pensions	4,412,841	507,692	979,120	-
Deferred outflows of resources related to OPEB	1,220,514	146,765	339,230	-
<b>Total deferred outflows of resources</b>	<b>5,633,355</b>	<b>1,024,504</b>	<b>1,318,350</b>	<b>-</b>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	3,192,115	58,730	627,894	10,834
Payroll payable	267,876	36,457	249,561	-
Accrued liabilities	-	-	-	800
Accrued interest	514,207	68,555	-	-
Deposits payable	4,483,499	-	-	-
Retentions payable	838,674	1,685	-	-
Unearned revenues	-	(60)	129,744	-
Compensated absences - current	969,000	126,849	145,863	-
Claims and judgements - current	-	-	-	-
Long-term debt - current portion	2,605,307	677,191	113,535	-
<b>Total current liabilities</b>	<b>12,870,678</b>	<b>969,407</b>	<b>1,266,597</b>	<b>11,634</b>
Noncurrent liabilities:				
Advances from other funds	-	-	-	-
Compensated absences	556,723	-	-	-
Claims and judgements	-	-	-	-
Net pension liability	2,466,162	283,729	547,192	-
Total OPEB liability	12,590,778	1,514,027	3,499,487	-
Long-term debt	91,253,810	23,719,359	3,976,687	-
<b>Total noncurrent liabilities</b>	<b>106,867,473</b>	<b>25,517,115</b>	<b>8,023,366</b>	<b>-</b>
<b>Total liabilities</b>	<b>119,738,151</b>	<b>26,486,522</b>	<b>9,289,963</b>	<b>11,634</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred charges on refunding	2,700,426	-	-	-
Deferred inflows of resources related to OPEB	2,613,275	314,244	726,335	-
<b>Total deferred inflows of resources</b>	<b>5,313,701</b>	<b>314,244</b>	<b>726,335</b>	<b>-</b>
<b>NET POSITION</b>				
Net investment in capital assets	57,301,464	7,338,899	23,195	23,738
Restricted	-	-	-	-
Unrestricted	24,782,849	16,510,104	2,801,857	377,892
<b>Total net position</b>	<b>\$ 82,084,313</b>	<b>\$ 23,849,003</b>	<b>\$ 2,825,052</b>	<b>\$ 401,630</b>

**Reconciliation of Net Position to the Statement of Net Position:**

Net Position per Statement of Net Position - Proprietary Funds

Prior years' accumulated adjustment to reflect the consolidation of internal service funds activities related to the enterprise funds

Current years' adjustments to reflect the consolidation of internal service activities related to enterprise funds

**Net Position per Statement of Net Position**

See accompanying Notes to Basic Financial Statements.

Business-Type Activities		Governmental Activities - Internal Service Funds
Pomona Choice Energy Authority	Totals	
\$ 778,529	\$ 70,081,344	\$ 13,575,186
12,805,233	23,743,258	148,064
8,659	395,211	116,134
530,805	541,884	-
147,000	147,000	-
-	780,318	455,590
4,912,617	5,687,505	-
-	7,724,640	-
19,182,843	109,101,160	14,294,974
-	6,475,682	-
-	9,000	-
-	37,890,818	-
-	247,783,492	936,774
-	(119,012,970)	(719,631)
-	166,661,340	217,143
-	173,146,022	217,143
19,182,843	282,247,182	14,512,117
-	370,047	-
-	5,899,653	1,484,543
-	1,706,509	379,551
-	7,976,209	1,864,094
4,799,500	8,689,073	457,628
1,010	554,904	773,411
-	800	-
-	582,762	-
-	4,483,499	-
-	840,359	-
-	129,684	-
-	1,241,712	185,374
-	-	3,852,000
-	3,396,033	202,054
4,800,510	19,918,826	5,470,467
6,475,682	6,475,682	-
-	556,723	-
-	-	27,596,261
-	3,297,083	829,654
-	17,604,292	3,915,446
-	118,949,856	5,227,798
6,475,682	146,883,636	37,569,159
11,276,192	166,802,462	43,039,626
-	2,700,426	-
-	3,653,854	812,669
-	6,354,280	812,669
-	64,687,296	217,143
-	-	-
7,906,651	52,379,353	(27,693,227)
\$ 7,906,651	\$ 117,066,649	\$ (27,476,084)
	\$ 117,066,649	
	2,358,391	
	2,210,630	
	<u>\$ 121,635,670</u>	

See accompanying Notes to Basic Financial Statements.

**City of Pomona**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the year ended June 30, 2023**

	Business-Type Activities			
				Nonmajor Enterprise Funds
	Water	Sewer	Refuse	Canon Water Company - February 28, 2023
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 41,521,595	\$ 7,256,994	\$ 11,607,630	\$ -
Miscellaneous	4,126	141,989	217,372	-
<b>Total operating revenues</b>	<b>41,525,721</b>	<b>7,398,983</b>	<b>11,825,002</b>	<b>-</b>
<b>OPERATING EXPENSES:</b>				
Personnel services	9,779,565	1,524,828	2,630,625	-
Operations	17,782,503	1,049,082	8,647,192	7,026
Claims expense	4,230	7,894	-	-
Depreciation expense	3,371,906	635,466	519,855	5,848
Insurance	1,423,379	82,473	200,706	-
<b>Total operating expenses</b>	<b>32,361,583</b>	<b>3,299,743</b>	<b>11,998,378</b>	<b>12,874</b>
<b>Operating income (loss)</b>	<b>9,164,138</b>	<b>4,099,240</b>	<b>(173,376)</b>	<b>(12,874)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Intergovernmental	-	-	218,517	-
Investment income	821,295	229,101	(60,291)	48
Interest expense	(3,331,799)	(932,682)	(141,570)	-
Gain (loss) on disposal of non-capital assets	-	-	1,150,000	-
Gain (loss) on disposal of capital assets	(2,051)	-	-	-
<b>Total nonoperating revenues (expenses)</b>	<b>(2,512,555)</b>	<b>(703,581)</b>	<b>1,166,656</b>	<b>48</b>
<b>Income before contributions and transfers</b>	<b>6,651,583</b>	<b>3,395,659</b>	<b>993,280</b>	<b>(12,826)</b>
<b>CONTRIBUTIONS AND TRANSFERS:</b>				
Transfers in	1,369,538	118,496	287,987	-
Transfers out	(2,605,424)	(552,445)	(284,744)	-
<b>Total contributions and transfers</b>	<b>(1,235,886)</b>	<b>(433,949)</b>	<b>3,243</b>	<b>-</b>
<b>Change in net position</b>	<b>5,415,697</b>	<b>2,961,710</b>	<b>996,523</b>	<b>(12,826)</b>
<b>NET POSITION:</b>				
Beginning of year	76,668,616	20,887,293	1,828,529	414,456
End of year	\$ 82,084,313	\$ 23,849,003	\$ 2,825,052	\$ 401,630

**Reconciliation of Changes in Net Position to the Statement of Activities:**

Changes in Net Position, per the Statement of Revenues,  
Expenses and Changes in Net Position - Proprietary Funds

Adjustment to reflect the consolidation of current fiscal year  
internal service funds activities related to enterprise funds

**Changes in Net Position of Business-Type Activities per Statement of Activities**

Business-Type Activities		Governmental Activities - Internal Service Funds
Pomona Choice Energy Authority	Totals	
\$ 48,865,705	\$ 109,251,924	\$ 65,422,397
-	363,487	2,064,405
48,865,705	109,615,411	67,486,802
1,112	13,936,130	41,095,729
40,462,456	67,948,259	4,557,625
-	12,124	(1,618,866)
-	4,533,075	52,803
-	1,706,558	-
40,463,568	88,136,146	44,087,291
8,402,137	21,479,265	23,399,511
-	218,517	-
22,711	1,012,864	282,341
(97,381)	(4,503,432)	(187,936)
-	1,150,000	-
-	(2,051)	-
(74,670)	(2,124,102)	94,405
8,327,467	19,355,163	23,493,916
-	1,776,021	871,364
-	(3,442,613)	(15,087,767)
-	(1,666,592)	(14,216,403)
8,327,467	17,688,571	9,277,513
(420,816)	99,378,078	(36,753,597)
\$ 7,906,651	\$ 117,066,649	\$ (27,476,084)
	\$ 17,688,571	
	2,210,630	
	\$ 19,899,201	

See accompanying Notes to Basic Financial Statements.

**City of Pomona**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended June 30, 2023**

	Business-Type Activities			
	Nonmajor Enterprise Funds			Canon Water Company - February 28, 2023
	Water	Sewer	Refuse	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers and users	\$ 42,377,856	\$ 7,478,645	\$ 11,254,746	\$ -
Cash paid to suppliers for goods and services	(17,040,959)	(1,027,902)	(8,420,633)	(7,026)
Cash paid for general and administrative expenses	(10,136,048)	(1,241,191)	(2,520,534)	-
<b>Net cash provided by (used in) operating activities</b>	<b>15,200,849</b>	<b>5,209,552</b>	<b>313,579</b>	<b>(7,026)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Cash transfers in	1,369,538	118,496	287,987	-
Cash transfers out	(2,605,424)	(552,445)	(284,744)	-
Repayment made (to) from other funds	981,860	-	-	-
Grant subsidy	-	-	218,517	-
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>(254,026)</b>	<b>(433,949)</b>	<b>221,760</b>	<b>-</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition and construction of capital assets	(12,721,713)	(71,935)	-	-
Principal paid on capital debt	(2,488,851)	(662,837)	(146,418)	-
Interest paid on capital debt	(3,577,395)	(901,235)	(141,569)	-
Proceeds from sales of capital assets	4,650	-	1,150,000	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>(18,783,309)</b>	<b>(1,636,007)</b>	<b>862,013</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest received (loss)	725,891	178,152	(78,982)	48
<b>Net cash provided by (used in) investing activities</b>	<b>725,891</b>	<b>178,152</b>	<b>(78,982)</b>	<b>48</b>
<b>Net cash flows</b>	<b>(3,110,595)</b>	<b>3,317,748</b>	<b>1,318,370</b>	<b>(6,978)</b>
<b>CASH AND INVESTMENTS - Beginning of year</b>	<b>53,893,631</b>	<b>14,883,660</b>	<b>7,240,524</b>	<b>265,983</b>
<b>CASH AND INVESTMENTS - End of year</b>	<b>\$ 50,783,036</b>	<b>\$ 18,201,408</b>	<b>\$ 8,558,894</b>	<b>\$ 259,005</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 9,164,138	\$ 4,099,240	\$ (173,376)	\$ (12,874)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	3,371,906	635,466	519,855	5,848
(Increase) decrease in accounts receivable	735,664	88,773	(448,097)	-
(Increase) decrease in prepaid expense	-	-	-	-
(Increase) decrease in inventories	(152,988)	-	-	-
(Increase) decrease in deferred outflows of resources related to pensions	(3,878,372)	(456,022)	(864,025)	-
(Increase) decrease in deferred outflows of resources related to other post employment benefits	422,318	18,280	114,936	-
Increase (decrease) in accounts payable	1,191,388	22,865	226,559	-
Increase (decrease) in accrued liabilities	(296,856)	(1,685)	-	-
Increase (decrease) in payroll payable	46,628	13,360	196,196	-
Increase (decrease) in unearned revenue	-	(9,111)	(122,159)	-
Increase (decrease) in deposits payable	116,471	-	-	-
Increase (decrease) in claims and judgements	-	-	-	-
Increase (decrease) in compensated absences	110,797	30,775	(100,443)	-
Increase (decrease) in net OPEB liability	(2,320,439)	15,995	(622,767)	-
Increase (decrease) in net pension liability	11,557,537	1,162,639	2,504,977	-
Increase (decrease) in deferred inflows of resources related to pensions	(6,932,471)	(670,198)	(1,492,875)	-
Increase (decrease) in deferred inflows of resources related to OPEB	2,065,128	259,175	574,798	-
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 15,200,849</b>	<b>\$ 5,209,552</b>	<b>\$ 313,579</b>	<b>\$ (7,026)</b>

See accompanying Notes to Basic Financial Statements.

Business-Type Activities		Governmental Activities - Internal Service Funds	
Pomona Choice Energy Authority	Totals		
\$ 45,664,522	\$ 106,775,769	\$ 67,338,738	
(41,753,816)	(68,250,336)	(10,842,552)	
(102)	(13,897,875)	(40,135,279)	
3,910,604	24,627,558	16,360,907	
-	1,776,021	871,364	
-	(3,442,613)	(15,087,767)	
(981,860)	-	(454,062)	
-	218,517	-	
(981,860)	(1,448,075)	(14,670,465)	
-	(12,793,648)	(20,234)	
-	(3,298,106)	(194,371)	
(97,381)	(4,717,580)	(187,936)	
-	1,154,650	-	
(97,381)	(19,654,684)	(402,541)	
17,824	842,933	235,579	
17,824	842,933	235,579	
2,849,187	4,367,732	1,523,480	
2,841,959	79,125,757	12,051,706	
\$ 5,691,146	\$ 83,493,489	\$ 13,575,186	
\$ 8,402,137	\$ 21,479,265	\$ 23,399,511	
-	4,533,075	52,803	
(3,201,183)	(2,824,843)	(148,064)	
(468,130)	(468,130)	-	
-	(152,988)	24,025	
-	(5,198,419)	(1,298,914)	
-	555,534	139,113	
(823,230)	617,582	(102,995)	
-	(298,541)	-	
1,010	257,194	706,016	
-	(131,270)	-	
-	116,471	-	
-	-	(7,814,688)	
-	41,129	(22,755)	
-	(2,927,211)	(792,229)	
-	15,225,153	3,987,221	
-	(9,095,544)	(2,407,749)	
-	2,899,101	639,612	
\$ 3,910,604	\$ 24,627,558	\$ 16,360,907	

See accompanying Notes to Basic Financial Statements.

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**City of Pomona**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2023**

	Custodial Funds	Private Purpose Trust Fund Successor Agency of the Former RDA
<b>ASSETS</b>		
Cash and investments	\$ 218,774	\$ 9,954,158
Receivables:		
Notes and loans	-	1,660,600
Interest	-	10,613
Deposits	(2,691)	600
Due from other governments	20,755	-
Land held for resale	-	470,303
Restricted assets:		
Restricted cash and investments	-	91,261
Cash with fiscal agent	-	20,296,471
Capital assets:		
Nondepreciable	-	125,423
Depreciable, net	-	39,138
<b>Total assets</b>	<b>236,838</b>	<b>32,648,567</b>
<b>Deferred Outflows of Resources</b>		
Deferred charge on refunding	-	430,222
<b>Total Deferred Outflows of Resources</b>	<b>-</b>	<b>430,222</b>
<b>LIABILITIES</b>		
Accounts payable	17,780	-
Payroll payable	-	12,944
Accrued interest	-	1,596,701
Deposits payable	187,953	169,040
Long-term liabilities:		
Compensated absences - current	-	101,000
Compensated absences - noncurrent	-	361
Long-term debt - due within one year	-	10,980,048
Long-term debt - due in more than one year	-	147,569,205
<b>Total liabilities</b>	<b>205,733</b>	<b>160,429,299</b>
<b>NET POSITION</b>		
Restricted for:		
Individuals, organizations, and other governments	31,105	-
Held in trust for private purposes	-	(127,350,510)
<b>Total Net Position</b>	<b>\$ 31,105</b>	<b>\$ (127,350,510)</b>

**City of Pomona**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the year ended June 30, 2023**

	Custodial Funds	Private Purpose Trust Fund Successor Agency of the Former RDA
<b>ADDITIONS:</b>		
Collection of special taxes	\$ 828,585	\$ 12,623,520
Interest	-	711,082
Contributions from City	-	4,878
<b>Total additions</b>	<b>828,585</b>	<b>13,339,480</b>
<b>DEDUCTIONS:</b>		
Refunds on contributions	754,943	-
Administrative expenses	-	340,755
Contractual services	42,495	573,806
Interest expense	-	3,665,067
Depreciation expense	-	1,263
Payments to City	-	456,650
<b>Total deductions</b>	<b>797,438</b>	<b>5,037,541</b>
<b>Change in net position</b>	<b>31,147</b>	<b>8,301,939</b>
<b>NET POSITION:</b>		
Beginning of year	(42)	(135,652,449)
End of year	<u>\$ 31,105</u>	<u>\$ (127,350,510)</u>

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# NOTES TO BASIC FINANCIAL STATEMENTS

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**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The basic financial statements of the City of Pomona, California (the “City”), have been prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”) as applied to governmental agencies. The Governmental Accounting Standards Board (the “GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City’s accounting policies are described below.

**A. *The Financial Reporting Entity***

The City was incorporated in 1888 and became a “Charter Law” City in 1911 under the laws of the State of California. The City operates under the Council – Manager form of governments. The City principally provides general administrative services, public safety services, library, recreational services, street, highway and bridge repairs and maintenance, and water and sanitation services.

As required by U.S. GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. The following blended component units, although legally separate entities, are, in substance, part of the City’s operations and data from these units are combined with the data of the City. They are reported as blended for the following reasons: (1) the governing board is substantively the same as the primary government, and there is a financial benefit or burden relationship between the primary government and the component unit; (2) the component unit provides services entirely, or almost entirely, to the primary government or otherwise exclusively, or almost exclusively, benefits the primary government even though it does not provide services directly to it; and (3) the component unit’s total debt outstanding, including leases, is expected to be repaid entirely or almost entirely with the resources of the primary government.

Management determined that the following component units should be blended based on the criteria above. These component units are included in the primary government because of the fiscal dependence and financial benefit/burden relationship. Each of the blended component units in the accompanying basic financial statements of the City are described below:

***City of Pomona Housing Authority*** - The City of Pomona Housing Authority (the “Housing Authority”) was organized in 1993 under the California Health and Safety Code. The objective of the Housing Authority is to aid low-income families in obtaining decent, safe, and sanitary housing through Federal assistance programs and low/moderate income housing programs. The Housing Authority was included within the scope of the reporting entity of the City because its governing body is composed in its entirety of City staff and the City has operational responsibility for the Housing Authority. The Housing Authority is blended in as a special revenue fund based on the criteria discussed above.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**A. *The Financial Reporting Entity, Continued***

*City of Pomona Public Financing Authority* - The City of Pomona Public Financing Authority (the "Authority") is a joint exercise of powers authority created by a joint powers agreement between the City, the former Redevelopment Agency of the City of Pomona (the "Agency") and the former Redevelopment Agency of the City of West Covina, dated October 27, 1988. The purpose of the Authority is to provide, through the issuance of debt, financing necessary for the construction of public improvements. The Authority is not subject to federal or state income taxes. The Authority was included within the scope of the reporting entity of the City because its governing body is composed in its entirety of City staff and the City has operational responsibility for the Authority. The Authority is blended in as a debt service fund based on the criteria discussed above.

*Canon Water Company* - The Canon Water Company of Pomona (the "Company") was incorporated on August 6, 1897. The Company owns and maintains a pipeline which transports water to the City. The Company was included within the scope of reporting entity of the City because it provides service almost entirely to the City and its governing body is composed of City staff. The Company is blended in as an enterprise fund since the governing boards for these entities were composed of either City Council members or City employees. Blended component units, although legally separate entities, are in substance, part of the City's operations and so data from these units are reported with the interfund data of the primary government based on the criteria discussed above.

All component units had a fiscal year ended June 30, 2023, except for Canon Water Company, which had a fiscal year ended February 28, 2023.

The component units listed above issue separate financial statements which can be obtained at City Hall and online at [www.pomonaca.gov](http://www.pomonaca.gov).

**B. *Financial Statements Presentation, Basis of Accounting and Measurement Focus***

The accounts of the City are organized on the basis of funds, each of which is considered a separate account entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purpose of which they are to be spent and means by which spending activities are controlled.

*Government - Wide Financial Statements* - The City's government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***B. Financial Statements Presentation, Basis of Accounting and Measurement Focus, Continued***

These basic financial statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Economic resources measurement focus considers all of the assets available for the purpose of providing goods and services and reports all inflows, outflows, and balances affecting or reflecting an entity’s net position. Accordingly, all of the City’s assets and liabilities, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, and expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Certain eliminations have been made in regard to interfund activities. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column, if any. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to and from other funds
- Advances to and from other funds
- Transfers in and out

***Governmental Fund Financial Statements*** - Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and nonmajor governmental funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balance as presented in these statements to the net position presented in the government – wide financial statements. The City has presented all major funds that met the applicable criteria.

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***B. Financial Statements Presentation, Basis of Accounting and Measurement Focus, Continued***

Revenues are recognized as soon as they are both “measurable” and “available.” Revenues are considered to be available when it is collectible within the current period as soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if it is collected within 60 days of the end of the current fiscal period except for grant revenue where the government considers revenue to be available if collected within 120 days of the end of current fiscal year. The primary revenue sources, which have been treated as susceptible to accrual by the City, are real and personal property tax, other local taxes, franchise fees, forfeitures and penalties, rents and concessions, interest revenue, and state and federal grants. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Unavailable revenue arises when potential revenues do not meet the “available” criteria for recognition in the current period. Unearned revenue arises when the government receives resources before it has legal claim to it, as when grant monies are received prior to incurring qualifying expenditures or when prepaid charges are received for services. In subsequent periods when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unavailable revenue and unearned revenue are removed from the balance sheet and revenue is recognized.

The reconciliations of the Fund Financial Statements to the Government – Wide Financial Statements are provided to explain the differences.

The City reports the following major governmental funds:

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

The **Housing Authority Special Revenue Fund** accounts for grant revenues received for the acquisition, rehabilitation and administration of properties used to provide affordable rental housing and the low and moderate income housing functions of the former Redevelopment Agency.

The **American Rescue Plan Fund** accounts for the American Rescue Plan Act of 2021 revenues received and related expenditures.

The **General Government Debt Service Fund** accounts for the payment of interest and principal on debt incurred by the City.

The **Public Financing Authority Debt Service Fund** accounts for the payment of interest and principal on the local agency revenue bonds and other debt of the Authority.



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***B. Financial Statements Presentation, Basis of Accounting and Measurement Focus, Continued***

***Proprietary Fund Financial Statements*** - Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Net Position, and a Statement of Cash Flows for all proprietary funds.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increase (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as nonoperating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses.

The City reports the following major proprietary funds:

The **Water Enterprise Fund** accounts for activities associated with the distribution and transmission of portable water to users and recycled water.

The **Sewer Enterprise Fund** accounts for the operation and maintenance of the City’s sewer network.

The **Pomona Choice Energy Authority** accounts for the activities aimed to reduce energy usage.

The **Internal Service Funds** account for the maintenance and repair of City vehicles and equipment, risk management (general liability workers’ compensation and unemployment), innovation & technology and printing/ mailing service provided to other departments or agencies of the City.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***B. Financial Statements Presentation, Basis of Accounting and Measurement Focus, Continued***

***Fiduciary Fund Financial Statements***

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The City's fiduciary funds consist of one private purpose trust fund and custodial funds. Fiduciary fund types are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized in the period which the revenue is earned, which expenses are recognized in the period in which the liability is incurred.

The City uses its private-purpose trust fund to account for the assets and liabilities of the former Redevelopment Agency and the receipt of funds to make installment payments of enforceable obligations until the obligations of the former Redevelopment Agency are paid in full and assets have been liquidated.

The Custodial Funds account for assets held by the City for other governments. These funds include receipts and disbursements of funds for the debt service activity of the 1911 Act assessment districts.

***C. Cash, Cash Equivalent, and Investments***

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as cash and investments.

Highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are reported at fair value.

Certain disclosure requirements, if applicable, are provided for deposit and investment risk in the following areas:

- Interest Rate Risk
- Credit Risk
- Overall
- Custodial Credit Risk
- Concentration of Credit Risk
- Foreign Currency Risk

The City operated an internal cash management pool where the proprietary funds do not own specific identifiable securities in the City's pool. For purposes of the statement of cash flows, the proprietary funds report the investments at the amortized cost and considered as cash equivalents.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***D. Cash and Investment with Fiscal Agents and Restricted Cash and Investments***

Cash and investments with fiscal agents and restricted cash and investments are restricted due to limitations on their use by bond covenants or donor limitations. Fiscal agents acting on behalf of the City hold investment funds arising from the proceeds of long-term debt issuance. The funds may be used for specific purposes of for the payment of certain bonds and have been invested only as permitted by specific State statutes, applicable City ordinance, resolution, or bond indentures.

***E. Fair Value Measurement***

U.S. GAAP defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value measurement. Investments, unless otherwise specified, recorded at fair value in the financial statements, are categorized based upon the level of judgement associated with the inputs used to measure their fair value.

The three levels of the fair value measurement hierarchy are described below:

- Level 1 – Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.
- Level 2 – Inputs, other than quoted prices included in Level 1, that are observable for the assets or liabilities through corroboration with market data at the measurement date.
- Level 3 – Unobservable inputs that reflect management’s best estimate of what market participants would use in pricing the assets or liabilities at the measurement date.

***F. Interfund Transactions***

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds” (i.e., current portion of interfund loans) or “advances to/from other funds” (i.e., noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental – wide financial statements as “internal balances.”

***G. Inventories and Prepaid Items***

Inventories within the various fund types consist of materials and supplies which are valued at cost on a first-in, first-out basis. Purchase of supplies have been reported based on consumption method to recognize inventory-related expenditures.

Certain payments to vendors reflect cost applicable to future accounting periods and are recorded as prepaid items in both government – wide and fund financial statements, such as prepaid bond insurance.

***H. Land Held for Resale***

Land purchased for resale is reported at lower of acquisition costs or net realizable value.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**I. Capital Assets**

Capital assets, which include land, construction in progress, buildings and improvements, improvements other than buildings, machinery and equipment, autos, and trucks, equipment under capitalized lease and infrastructure assets (e.g., roads, bridges, traffic signals, and similar items), are reported in applicable governmental or business-type activities in the Government – Wide Financial Statements. City policy has set the capitalization threshold for reporting capital assets at \$5,000 and capital projects at \$250,000.

Capital assets are valued at historical cost or estimated historical cost if actual historical cost was not available. Donated assets are valued at acquisition value on the date donated.

Depreciation is reported on a straight-line basis over estimated useful lives of the assets as follows:

Assets	Years
Building and building improvements	10-50
Improvements other than buildings	10-75
Infrastructure	10-75
Machinery and equipment	5-100
Equipment under capitalized lease	5-15
Furniture and fixtures	10
Autos and trucks	5-10

For infrastructure systems, the City elected to use the basic approach for infrastructure reporting.

The City defines infrastructure as the basic physical assets that allow the City to function. The assets include streets, bridges, sidewalks, drainage systems, and lighting systems, etc. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, and landscaping and land. These subsystems were not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

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

The long-term principal portion of debt on non-proprietary capital assets acquired through lease purchase contracts is accounted for in the government – wide financial statements as “Finance purchase obligations”. Capital assets acquired under capital leases are capitalized at the net present value of the total lease payments in the government – wide financial statements.

**J. Long-Term Debt**

In the government-wide financial statements and propriety fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***J. Long-Term Debt, Continued***

Bonds payable are reported net of the applicable bond premium or discount. Issuance costs, whether or not withheld from the actual debt proceeds received, are expensed when incurred.

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

***K. Compensated Absences***

In governmental funds, compensated absences are recorded as expenditures in the years paid, as it is the City's policy to liquidate any unpaid compensated absences at June 30 from future resources, rather than currently available financial resources. In proprietary funds, compensated absences are expensed to the various funds in the period they are earned, and such fund's share of the unpaid liability is recorded as long-term liability of the fund. Vested or accumulated compensated absences in proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees. The compensated absences liability will be liquidated through the General Fund for governmental activities and through the proprietary funds for the business-type activities.

***L. Claims Payable***

The City records a liability to reflect an actuarial estimate of ultimate uninsured losses for both general liability claims (including property damage claims) and workers' compensation claims. The estimated liability for workers' compensation claims and general liability claims includes "incurred but not reported" (IBNR) claims. There is no fixed payment schedule to pay these liabilities.

***M. Deferred Outflows of Resources and Deferred Inflows of Resources***

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense/expenditures) until then. The City reports deferred charges on refunding in the government-wide and proprietary fund financial statements. Deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of life of the refunded or refunding debt. The City also reports pensions and other post-employment benefits related deferred outflows of resources in the government-wide and proprietary fund financial statements.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

*M. Deferred Outflows of Resources and Deferred Inflows of Resources, Continued*

In addition to liabilities, the Statement of Net Position and Governmental Funds Balance Sheet reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets or fund balance that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenue for revenues not available for current spending. These amounts are deferred and recognized as an inflow of resources in the period when the amounts become available. In addition, the City reports deferred charges on refunding in the government-wide and proprietary fund financial statements. Deferred gains on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The City also reports pensions related deferred inflows of resources in the government - wide and proprietary fund financial statements.

*N. Pensions*

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

The following timeframes are used for pension reporting:

<u>CalPERS</u>	
Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Measurement Period	July 1, 2021 to June 30, 2022
<u>Collateral Benefits Plan</u>	
Valuation Date	June 30, 2021
Measurement Date	June 30, 2023
Measurement Period	July 1, 2022 to June 30, 2023

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

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

***O. Other Post - Employment Benefits ("OPEB")***

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

The following timeframes are reported OPEB reporting:

Valuation Date	December 31, 2021
Measurement Date	December 31, 2022
Measurement Period	January 1, 2022 to December 31, 2022

Gains and losses related to changes in total OPEB liability are recognized in OPEB expense systematically over time. The first amortized amounts are recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The gains and losses are amortized on a straight-line basis over the average expected remaining service lives of all members.

***P. Net Position***

In the government - wide financial statements, net position is classified in the following:

**Net Investment in Capital Assets** - This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt and related deferred outflows and inflows of resources that is attributed to the acquisition, construction, or improvement of the assets, net of unspent debt proceeds.

**Restricted** - This amount is restricted by external creditors, grantors, contributors, or laws of regulations of other governments.

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

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

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**Q. Fund Position**

In the fund financial statements, governmental funds report the following fund balance classification:

*Non-spendable* - This includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

*Restricted* - This includes amounts that are constrained on the use of resources by either (a) external creditors, grantors, contributors, or laws of regulations of other governments or (b) by law through constitutional provisions or enabling legislation.

*Committed* - This includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority. The City Council, as a City's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by resolution. These committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use through the same type of formal action taken to establish the commitment. City Council action to commit fund balance needs to occur within the fiscal reporting period; however, the amount can be determined subsequently.

*Assigned* - This includes amounts that are constrained by the government's intent to be used for specific purposes but are neither restricted nor committed. The City Council adopted Resolution No. 2011-63A and gave the Finance Director authority to assign amounts for specific purposes.

*Unassigned* - This is the residual amounts that have not been restricted, committed, or assigned to specific purposes. Only the General Fund can report positive unassigned fund balance. All other funds' fund balances have been restricted, committed, or assigned for the purpose of those particular funds.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the City's policy is to apply restricted fund balance first. Further, when the components of unrestricted fund balance can be used for the same purpose, the City uses the unrestricted resources in the following order: committed, assigned, and unassigned.

**R. Use of Estimates**

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



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**S. Property Taxes**

Property taxes attach a legally enforceable lien on property as of January 1. Taxes are levied on July 1 and are payable in two installments on December 10 and April 10. The County of Los Angeles (the "County") bills and collects the property taxes and remits it to the City in installments during the year. The City's property tax revenues are recognized when an enforceable legal lien is attached to the property. The County is permitted by State Law (Proposition 13) to levy taxes at 1% of full market value (at time of purchase) and can increase the property tax base not more than 2% per year. The City receives a share of this basic levy proportionate to the amount received prior to the passage of Proposition 13 in 1978.

**T. Implementation of New Accounting Standards**

During the year ended June 30, 2023, the City implemented the following new accounting standards issued by the Governmental Accounting Standards Board (GASB):

**GASB Statement No. 91, Conduit Debt Obligations** - The primary objectives of this statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The City updated disclosures relating to conduit debt as part of implementation of this statement.

**GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements** - The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP in an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. The requirements of this statement did not apply to the City for the current fiscal year.

**GASB Statement No. 96, Subscription-based Information Technology Arrangements** - This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The City recognized an intangible asset and SBITA liability as part of implementation of this statement.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Deficit Fund Balance or Net Positions**

At June 30, 2023, the following funds had the deficit fund balance/net position:

<b>Major Governmental Funds:</b>	
General Government Debt Service Fund	\$ (65,137,642)
<b>Internal Service Funds</b>	
Self-Insurance	(21,113,520)
Equipment Maintenance	(3,616,368)
Information Technology	(2,148,784)
Payroll	(597,413)
<b>Fiduciary Funds</b>	
Successor Agency of the Former RDA	(127,350,510)

The Self-Insurance Fund deficit is due to increasing claims. The Equipment Maintenance Fund and the Information Technology Fund deficits are due to the net pension liabilities and the net OPEB liabilities. The Printing and Mailing Service Fund deficit is due to not charging sufficient amounts from user funds. The City will eliminate the internal service deficit with future charges to user departments. The Successor Agency of Former RDA will be recovered by future Redevelopment Property Tax Trust Fund revenue approved in the Recognized Obligation Payment Schedule.

**3. CASH AND INVESTMENTS**

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds. This pooled cash is invested by the City Treasurer to enhance earnings. The pooled interest earned is allocated to the funds based on average quarter-end cash balances of various funds.

The following is a summary of cash and investments at June 30, 2023:

	Governmental Activities	Business-Type Activities	Fiduciary Funds	Total
Cash and Investments	\$ 172,750,732	\$ 70,081,344	\$ 10,172,932	\$ 253,005,008
Restricted Cash and Investments	3,580,611	13,412,145	20,387,732	37,380,488
Total	<u>\$ 176,331,343</u>	<u>\$ 83,493,489</u>	<u>\$ 30,560,664</u>	<u>\$ 290,385,496</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**3. CASH AND INVESTMENTS, Continued**

Cash and Investments is comprised of the following at June 30, 2023:

Petty cash and change funds	\$ 9,910
Demand deposits	6,306,284
Restricted cash held by City	4,927,073
Cash held in trust	85,241
	<hr/>
Total Cash	11,328,508
	<hr/>
Investments	248,707,675
Investments with fiscal agent	30,349,313
	<hr/>
Total Investments	279,056,988
	<hr/>
Total Cash and Investments	\$ 290,385,496
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**A. Demand Deposits**

The carrying amounts of the City's cash deposits were \$11,328,508 at June 30, 2023. Bank balances at June 30, 2023, were \$14,798,418 which were fully insured or collateralized with securities held by the pledging financial institutions in the City's name as discussed below. The \$3,469,910 difference represents outstanding checks, deposits in transits, and other reconciling items.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name. The market value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by Federal Deposit Insurance Corporation ("FDIC"). The City has waived the collateralization requirements.

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under provisions of bond indentures. Interest income earned on pooled cash and investments is allocated to the various funds based on the quarter-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

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

The table on the following page identifies the investment types that are authorized for the City by the California Government Code Section 53601 (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**3. CASH AND INVESTMENTS, Continued**

***B. Investments Authorized by the California Government Code and the City's Investment Policy, Continued***

	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer
City of Pomona bonds	5 years	No Limit	N/A
U.S. Treasury obligations	5 years	No Limit	N/A
U.S. Agency or U.S. government - sponsored enterprise obligations	5 years	No Limit	N/A
California and local agency obligations	5 years	No Limit	N/A
Other State and local agency obligations	5 years	15%	N/A
Medium-term notes	5 years	30%	surplus funds
Bankers' acceptance	180 days	40%	5%
Commercial Paper	270 days	25%	10%
Negotiable certificates of deposit	5 years	15%	3%*
Time deposits	5 years	10%	\$250,000
Savings accounts	5 years	10%	N/A
Money market mutual funds	N/A	15%	N/A
Repurchase agreements	92 DAYS	20%	N/A
Local Agency Investment Fund (LAIF)	N/A	No Limit	\$75,000,000
Supranational	5 years	30%	N/A
Pass-Through Securities	5 years	20%	N/A

\*Certificate of deposit guaranteed by FDIC is limited to \$250,000 per issuer.

***C. Investments Authorized by Debt Agreement***

Investments of debt proceeds held by bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's Investment policy. Investments authorized for funds held by bond trustee include, Federal securities, Federal Agency securities, U.S. Government Sponsored Enterprise securities, money market funds, certificate of deposit collateralized by Federal or Federal Agency securities or fully Insured by Federal Deposit Insurance Corporation, investment agreements, commercial papers, bonds or notes issued by any state or municipality, federal funds or bankers acceptances with maximum term of one year, repurchase agreements, pre-refunded municipal bonds rated "AAA", Local Agency Investment Fund of the State of California, and any other investments permitted in writing by the Insurer. There were no limitations on the maximum amount that can be invested in one issuer, maximum percentage allowed or the maximum maturity of an investment, except noted otherwise.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**3. CASH AND INVESTMENTS, Continued**

*D. Fair Value Measurement Disclosure*

The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on relative inputs used to measure the fair value of the investments. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets in active markets that the City has the ability to access.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets in active markets;
- Quoted prices for identical or similar assets in inactive markets;
- Inputs other than quoted prices that are observable for the asset;
- Inputs that are derived principally from or corroborated by observable market data correlation or other means.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement. Unobservable inputs reflect the City's own assumptions about the inputs market participants would use in pricing the asset (including assumptions about risk). Unobservable inputs are developed based on the best information available in the circumstances and may include the City's own data.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**3. CASH AND INVESTMENTS, Continued**

***D. Fair Value Measurement Disclosure, Continued***

At June 30, 2023, investments are reported at fair value. The following table presents the fair value measurement of investments on a recurring basis and the levels within GASB 72 fair value hierarchy in which the fair value measurements fall at June 30, 2023:

	Measurement Input			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Uncategorized	Total
Investments				
Local Agency Investment Fund	\$ -	\$ -	\$ 49,626,728	\$ 49,626,728
U.S. Treasury Obligations	-	82,186,636	-	82,186,636
U.S. Agency Securities	-	53,601,722	-	53,601,722
Money Market Mutual Funds	187,302	-	-	187,302
Supranational	-	1,133,762	-	1,133,762
Corporate	-	39,637,160	-	39,637,160
Commercial Paper	-	4,476,845	-	4,476,845
Pass-Through Securities	-	17,857,520	-	17,857,520
Investments with Fiscal Agent				
Money Market Mutual Funds	29,377,395	-	-	29,377,395
U.S. Treasury Obligations	-	6,687	-	6,687
Insurance contract	382,018	-	583,213	965,231
Total	\$ 29,946,715	\$ 198,900,332	\$ 50,209,941	\$ 279,056,988

***E. Risk Disclosures***

**Interest Rate Risk**

As means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy (Policy) limits investments to a maximum maturity of five years. The weighted average days to maturity of the total portfolio shall not exceed the City's anticipated liquidity needs for the next six (6) months. The City is in compliance with this provision of the Policy.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**3. CASH AND INVESTMENTS, Continued**

**E. Risk Disclosures, Continued**

**Interest Rate Risk, Continued**

At June 30, 2023, the City had the following investment maturities:

	<u>1 Year or Less</u>	<u>1 to 3 Years</u>	<u>3 to 5 Years</u>	<u>Over 5 Years</u>	<u>Total</u>
<b>Investments</b>					
Local Agency Investment Fund	\$ 49,626,728	\$ -	\$ -	\$ -	\$ 49,626,728
U.S. Treasury Obligations	34,284,826	28,230,132	19,671,678	-	82,186,636
U.S. Agency Securities	19,905,319	28,907,515	4,788,888	-	53,601,722
Money Market Mutual Funds	187,302	-	-	-	187,302
Supranatural	563,033	570,729	-	-	1,133,762
Corporate Notes	8,478,702	20,095,187	11,063,271	-	39,637,160
Commercial Paper	4,476,845	-	-	-	4,476,845
Pass-Through Securities	-	2,440,276	15,417,244	-	17,857,520
<b>Investments with Fiscal Agent:</b>					
Money Market Mutual Funds	29,377,395	-	-	-	29,377,395
US Treasury Obligation	6,687	-	-	-	6,687
Insurance Contract	965,231	-	-	-	965,231
<b>Total</b>	<b>\$ 147,872,068</b>	<b>\$ 80,243,839</b>	<b>\$ 50,941,081</b>	<b>\$ -</b>	<b>\$ 279,056,988</b>

**Credit Risk**

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. The City's investment policy provides that his risk be mitigated by investing in investment grade securities and by diversifying the investment portfolio. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. At June 30, 2023, the City's investments are rated as following:

	Fair Value at June 30, 2023	Minimum Legal Rating				
			AAA	AA	A	Not Rated
<b>Investments</b>						
Local Agency Investment Fund	\$ 49,626,728	N/R	\$ -	\$ -	\$ -	\$ 49,626,728
U.S. Treasury Obligations	82,186,636	N/R	-	71,862,533	10,324,102	-
U.S. Agency Securities	53,601,722	A	3,454,385	47,778,620	-	2,368,718
Money Market Mutual Funds	187,302	AAA	187,302	-	-	-
Supranational	1,133,762	N/R	1,133,762	-	-	-
Corporate	39,637,160	A	2,898,924	6,939,019	28,431,721	1,367,496
Commercial Paper	4,476,845	A	-	-	4,476,845	-
Pass-Through Securities	17,857,520	N/R	17,857,520	-	-	-
<b>Investments with Fiscal Agent:</b>						
Money Market Mutual Funds	29,377,395	N/R	29,377,395	-	-	-
U.S. Treasury Obligations	6,687	N/R	6,687	-	-	-
Insurance contract	965,231	N/R	-	-	-	965,231
<b>Total</b>	<b>\$ 279,056,988</b>		<b>\$ 54,915,974</b>	<b>\$ 126,580,172</b>	<b>\$ 43,232,669</b>	<b>\$ 54,328,173</b>

N/R - Not required in California

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**3. CASH AND INVESTMENTS, Continued**

*E. Risk Disclosures, Continued*

**Concentration of Credit Risk**

The investment policy of the City and California Government Code contains limitations on the amount that can be invested in any one issuer. The City is exposed to credit risk if it has invested more than 5% of its investments in any one issuer. Investments guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this requirement.

**Custodial Credit Risk**

For deposits, custodial credit risk is the risk that, in the event of the failure of a deposit financial institution, a government will not be able to recover its deposit or will not be able to recover collateral securities that are in the possession of an outside party. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the values of its investments or collateral securities that are in the possession of an outside party. The City's investment policy contains requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the provision for deposits stated in the California Government Code. None of the City's investments were subject to custodial credit risk for the current year.

*F. Investment in Local Agency Investment Funds*

The City is a participant in LAIF which is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The City's investments with LAIF at June 30, 2023, include a portion of the pool funds invested in Structured Notes and Asset-Backed Securities:

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

*Asset-Backed Securities* are generally mortgage-backed securities that entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (for example, Collateralized Mortgage Obligations) or credit card receivables.

As of June 30, 2023, the City had \$49,626,728 invested in LAIF, which had invested 2.78% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 1.88% in the previous year. The LAIF fair value factor of 0.984828499 was used to calculate the fair value of the investments in LAIF.



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**4. LOANS RECEIVABLE**

At June 30, 2023, the City's net loans receivable consisted of the following:

	Balance at July 1, 2022	Additions	Deletions	Balance at June 30, 2023
Section 108 Loans	\$ 120,000	\$ -	\$ (10,000)	\$ 110,000
Deferred Home Improvement Loans	6,904,635	27,786	(180,461)	6,751,960
Prototype Pomona Apartment Loans	1,431,272	28,423	-	1,459,695
Rental Rehabilitation Loans	540,442	7,043	-	547,485
CHDO Loan (Shield of Faith)	1,677,966	-	-	1,677,966
HOPE III Loans	444,830	20,531	-	465,361
Shield of Faith	4,530,263	111,450	(134,269)	4,507,444
Manufactured Housing Rehabilitation Loans	1,682,369	-	(97,501)	1,584,868
Owner Occupied Loans	2,152,859	6,173	(185,449)	1,973,583
Mortgage Assistance Programs Loans	7,542,391	-	(273,494)	7,268,897
Neighborhood In Progress Loans	1,978,400	44,672	(97,938)	1,925,134
Neighborhood Stabilization Program	207,516	-	(22,516)	185,000
Holt Avenue Housing Partners LP Loans	2,039,142	19,000	-	2,058,142
Telacu Housing Pomona	1,090,704	36,765	-	1,127,469
Tri-City Mental Health Center HOPE III Loan	29,437	-	(29,437)	-
West Mission Housing Partners	3,778,769	110,266	-	3,889,035
Total	<u>\$ 36,150,995</u>	<u>\$ 412,109</u>	<u>\$ (1,031,065)</u>	<u>\$ 35,532,039</u>

**A. Section 108 Loans**

The City used the Section 108 loan fund and entered into loan agreements with local businesses for projects that benefit low-and moderate-income persons. The principal balance outstanding at June 30, 2023 was \$110,000.

**B. Deferred Home Improvement Loans**

The Housing Improvement loans funds are for Health & Safety Repairs and Exterior Home Improvements. During the term of the loan, a portion of the loan shall be forgiven each full year provided that the owner is in good standing and complies with all of the covenants, conditions, and restrictions. The principal balance outstanding at June 30, 2023 was \$6,751,960.

**C. Prototype Pomona Apartment Loans**

The former Redevelopment Agency entered into promissory note agreement with Prototypes Pomona Apartments, L.P. in the amount of \$947,417 on May 4, 2005 for the purpose of construction and development of a 32-unit multi-family, very low-income affordable housing project. The loan bears simple interest of three percent (3%) per annum. In the event the project is sold or refinanced prior to the 30-year covenant period, the net proceeds of the sale or refinancing will be used to pay the accrued interest computed at a rate of six percent (6%) per annum from the date of default and the outstanding balance of the loan. Total outstanding principal and accrued interest at June 30, 2023 was \$1,459,695.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**4. LOANS RECEIVABLE, Continued**

***D. Rental Rehabilitation Loans***

The City used HOME funds and entered into sixteen various loan agreements for rental unit rehabilitation. Total principal borrowed from the City was in the amount of \$313,000. The loan bears simple interest at 2.25% annum. Total outstanding principal and accrued interest at June 30, 2023 was \$547,485.

***E. Community Housing Development Organization ("CHDO") Loan (Shield of Faith)***

The City used HOME funds and entered into loan agreement with Shield of Faith Economic Development Corporation in July 2009 for a development project where Shield of Faith purchased properties and developed them for Low-and Moderate-income persons and families. The term of the loan is 15 years and bears zero interest. The principal balance outstanding at June 30, 2023 was in the amount of \$1,677,966 and will be forgiven upon the fulfillment of the terms of the agreement upon maturity date.

***F. HOPE III Loans***

The former Redevelopment Agency entered into two types of loans agreements through the HOPE III Program which the former Agency provided subsidy to assist persons and families of low income to purchase residential property as the principal resident at all times throughout the term of the agreement. The 20-year loans entered into during the year ended June 30, 1995 bears compound interests at 5% per annum and began to be reduced by 1/13 of the outstanding balance on August 1, 2002 annually. The loans entered into during the year ended June 30, 2008 bears interest at 2% annum and is due upon sale of the property. The outstanding balance at June 30, 2023 was in the amount of \$465,361.

***G. Shield of Faith***

The loan between the City and Shield of Faith Economic Development Corporation was for a development project where Shield of Faith purchased properties and developed them for Low- and Moderate-income persons and families. The principal balance of the loan amounts to \$3,715,000 with simple annual 3% interest rate, for a total of \$4,507,444. The loan matures 55 years from the Certificate of Occupancy date maturing on August 28, 2063.

***H. Manufactured Housing Rehabilitation Loans***

The City used Cal HOME funds to provide funding for manufactured housing rehabilitation loans. The loan matures between 15 to 20 years and bears zero interest. One Tenth (1/10) of the loan balance is forgiven each year starting from year 11. The unpaid balances are due upon refinancing or transfer of the titles. At June 30, 2023, total outstanding balance was in the amount of \$1,584,868.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**4. LOANS RECEIVABLE, Continued**

**I. *Owner Occupied Loans***

The City used CalHOME funds to provide two types of owner-occupied loans. The home improvement loan bears simple interest at 1% annum and mature in 15 years or at 2% and mature in 30 years, the unpaid principal and interest are due upon (a) transfer of title, (b) refinancing of any debt secured by a lien on the property and (c) failure to occupy the property as principal residence.

The second loan program is the first-time home buyer program. The first-time home buyer can borrow up to \$60,000. The loan bears zero interest and matures in 30 years or upon sale, foreclosure, transfer of title or refinance of the property with cash out.

Total outstanding principal and accrued interest at June 30, 2023 was in the amount of \$1,973,583.

**J. *Mortgage Assistance Program ("MAP") Loans***

The City used HOME funds to provide mortgage assistance program loans up to \$100,000 to the borrower. The MAP loan bears zero interest and matures in 45 years. The former Agency also provided first time home buyer program. The former Agency's program is a second silent mortgage loan program designed to assist qualified low-income individuals with the purchase of their first home. Program assistance is limited to \$500,000 (inclusive of applicable program fees) or the lesser amount (with zero percent interest) necessary to provide the "gap" assistance required to meet the Program's front-end ratio requirements of 25% to 35%, whichever is lower. At June 30, 2023, total outstanding balance, net allowance, was in the amount of \$7,268,897.

**K. *Neighborhood In Progress ("NIP") Home Improvement Loans***

The Substantial Rehabilitation Loan Program is a deferred loan up to \$60,000 and bears a 2% to 4% interest rate depending on funding and income. Repayment of the loans is due at the time of title change, resale, refinance with cash out, or non-compliance with program requirements. (Depending on funding source, some loans must be repaid at the end of thirty (30) years from the date of execution of the loan documents). These loans are not a conventional equity loan or equity line of credit. Funding must be used to correct code violations or deferred maintenance which may cause code violations in the near future. The outstanding balance as of June 30, 2023 is \$1,925,134.

**L. *Neighborhood Stabilization Program***

The City through use of the Neighborhood Stabilization Program funding provided loans to qualified low-and moderate- income individuals on purchases of foreclosed homes. The loan bears zero interest and matures in 45 years. At June 30, 2023, the total outstanding balance was in the amount of \$185,000.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**4. LOANS RECEIVABLE, Continued**

***M. Holt Avenue Housing Partners LP Loans***

The loan between the City of Pomona and Holt Avenue Housing Partners LP was to acquire property and construct a residential housing project consisting of 62 residential units that qualify for low-income persons and families. The principal amount of the loan was \$1,900,000 with simple interest at the rate of 1% per annum. All principal and interest shall be due in full on the date that is 50 years from the date of recordation of the certificate of completion. The outstanding balance at June 30, 2023 was \$2,058,142.

***N. Telacu Housing Pomona Loans***

The City through use of HOME fund entered into a loan agreement with Telacu Housing-Pomona II, Inc. in April 2008 and provided \$612,755 for construction and development of a 70-unit multiple family apartment project comprising of 69 one bed bedroom units for very low and low income seniors and one two-bedroom manager unit. The loan bears simple interest at the rate of 6% annum. All principal and interest shall be due in full on the date that is 20 years from the date the project is first occupied. The outstanding balance at June 30, 2023 was \$1,127,469.

***O. Tri-City Mental Health Center Hope Loan***

The loan between the City of Pomona and Tri-City Mental Health Center was to be used for rehabilitation of affordable rental housing, which may include properties with one or more housing units, transitional housing, group home or single room occupancies for Park Avenue Permanent Supportive Housing Project. The loan carries zero percent interest. The outstanding balance at June 30, 2023 was \$0.

***P. West Mission Housing Partners***

The loan between the City of Pomona and West Mission Housing partners were for a development project for the purchase and rehabilitation of a 57 unit affordable housing building to benefit Low and moderate income person and families. The principal balance of the loan is comprised of two separate loans. \$3,400,000 accounts for the purchase of the property and \$250,000 accounts for the permit fees required to purchase and develop the property with a total principal balance of \$3,650,000. Both loans have a simple annual 3% interest rate and mature 55 years from the date the construction financing converts to a permanent loan. The outstanding balance at June 30, 2023 was \$3,889,035.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**5. INTERFUND TRANSACTIONS**

**A. Government-Wide Financial Statements**

**Internal Balances** – At June 30, 2023, the City had the following internal receivable and payable to consolidate the Internal Service Funds’ activities related to the Enterprise Funds.

Internal Payable	Internal Receivable
	Business-Type Activities
Governmental Activities	\$ 4,569,021

**Transfers** – For the year ended June 30, 2023, the City had the following transfers. The purpose of the transfers was for debt service payments and to reimburse a construction project.

Transfers In	Transfers Out
	Business-Type Activities
Governmental Activities	\$ 1,666,592

**B. Fund Financial Statements**

**Due To/Due From** – At June 30, 2023, the City had the following short-term interfund receivables and payables to cover negative cash at the end of the fiscal year.

Due from Other Funds	Due to Other Funds		
	Governmental Funds		
	General Debt Service	Nonmajor Governmental	Total
Governmental Fund:			
General Fund	\$ 1,618,312	\$ 232,353	\$ 1,850,665

**Advances To/Advances From** – At June 30, 2023, the City had the following long-term Interfund advances:

Advances to Other Funds	Advance from Other Funds			Total
	Governmental Funds		Proprietary Fund	
	General Fund	General Debt Service Fund	Pomona Choice Energy Authority	
Governmental Fund:				
Public Financing Authority				
Debt Service Fund	\$ -	\$ 64,730,000	\$ -	\$ 64,730,000
Non Major Governmental Fund	304,435	-	-	304,435
Proprietary Fund:				
Water Enterprise Fund	-	-	6,475,682	6,475,682
Total	\$ 304,435	\$ 64,730,000	\$ 6,475,682	\$ 71,510,117

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**5. INTERFUND TRANSACTIONS**

***B. Fund Financial Statements, Continued***

Advances in the amount of \$64,730,000 from the Public Financing Authority Debt Service Fund to General Debt Service Fund are loan proceeds advanced (2017 Taxable Lease Revenue Bonds, Series BC, and BG).

Advance between the Nonmajor Governmental Funds and the General Fund was a loan from Vehicle Parking District Special Revenue Fund made on December 3, 2001. The Vehicle Parking District provided a \$600,000 loan to the City to be used by the General Fund as a loan to the former Redevelopment Agency for the acquisition of the Fox Theater at zero interest. The principal is due when rent income is generated or when the property is sold. There is no fixed payment schedule. At June 30, 2023, the outstanding balance of the advances was in the amount of \$304,435.

Advance in the amount of \$6,475,682 from the Water Enterprise Fund to the Pomona Choice Energy Authority are to support the energy program.

***Transfers*** – For the year ended June 30, 2023, the City had the following transfers:

Transfers Out	Transfer In				Transfer In				Total
	Governmental Funds				Proprietary Funds				
	General Fund	Housing Authority Special Revenue Fund	General Governmental Fund	Nonmajor Governmental Funds	Water Fund	Sewer Fund	Refuse Fund	Internal Service Fund	
Governmental Funds:									
General Fund	\$ -	\$ 6,827	\$ 4,314,524	\$ 5,944,089	\$ -	\$ -	\$ -	\$ 489,054	\$ 10,754,494
Housing Authority Special Revenue Fund	6,180	-	-	178,102	-	-	-	-	184,282
American Rescue Public Financing Authority Special Revenue Fund	176,832	-	-	3,886,120	-	-	-	-	4,062,952
Nonmajor Governmental Funds	5	-	-	6,526,964	231,136	3,524	-	-	6,761,629
Proprietary Funds:									
Water Enterprise Fund	1,850,692	-	600,000	154,732	-	-	-	-	2,605,424
Sewer Enterprise Fund	-	-	417,000	28,438	107,007	-	-	-	552,445
Refuse Enterprise Fund	-	-	-	284,744	-	-	-	-	284,744
Internal Enterprise Fund	-	-	13,271,103	-	1,031,395	114,972	287,987	382,310	15,087,767
Total	\$ 2,033,709	\$ 6,827	\$ 18,602,627	\$ 17,003,189	\$ 1,369,538	\$ 118,496	\$ 287,987	\$ 871,364	\$ 40,293,737

The transfer of \$4,314,524 between the General Fund and the General Debt Service Fund was for Series AR, BC, and BG debt service payments.

Transfers in the amount of \$5,944,089 to Non major governmental fund (Capital Outlay Capital Projects Fund) were to provide funding for capital projects.

The transfer of \$1,850,692 from Water Enterprise Fund to General Fund was to reimburse the City for the cost of services.

Water and Sewer Enterprise Funds transferred \$600,000 and \$417,000, respectively, to General Debt Service Fund to provide funding related to repayment of Series BC.

The remaining transfers are for the purpose of providing financial resources to cover expenditures.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**6. DUE FROM OTHER GOVERNMENTS**

At June 30, 2023, the City's due from other governments consisted of the following:

	Governmental Activities			Total
	General Fund	Housing Authority Special Revenue	Nonmajor Governmental Funds	
Federal Government	\$ 1,157,326	\$ 191,803	\$ 6,712,998	\$ 8,062,127
State of California	8,154,285	-	1,828,222	9,982,507
County of Los Angeles	57,106	571,322	677,347	1,305,775
Local Government Entities	88,266	-	1,571,251	1,659,517
Total	\$ 9,456,983	\$ 763,125	\$ 10,789,818	\$ 21,009,926

**7. LEASES**

The City implemented GASB Statement No. 87 in the fiscal year ended June 30, 2023. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

**A. Leases Receivable and Deferred Inflows of Resources**

**J. C. Park:** On July 1, 2021, the City entered into a 58-month lease as Lessor for the use of J. C. Park. An initial lease receivable was recorded in the amount of \$190,371. As of June 30, 2023, the value of the lease receivable is \$117,407. The lessee is required to make monthly fixed payments of \$3,116. The lease has an interest rate of 1.0586%. The value of the deferred inflow of resources as of June 30, 2023, was \$112,624 and City of Pomona recognized lease revenue of \$38,873 during the fiscal year. The lessee has 2 extension option(s), each for 60 months.

**Ted Greene Park:** On July 1, 2021, the City entered into a 33-month lease as Lessor for the use of Ted Greene Park. An initial lease receivable was recorded in the amount of \$134,876. As of June 30, 2023, the value of the lease receivable is \$41,422. The lessee is required to make monthly fixed payments of \$3,842. The lease has an interest rate of 0.7268%. The value of the deferred inflow of resources as of June 30, 2023 was \$38,631 and City of Pomona recognized lease revenue of \$48, 122 during the fiscal year. The lessee has 3 extension option(s), each for 60 months.

**Philadelphia Park:** On July 1, 2021, the City entered into a 17-month lease as Lessor for the use of Philadelphia Park. An initial lease receivable was recorded in the amount of \$61,371. As of June 30, 2023, the value of the lease receivable is \$0. The lessee was required to make monthly fixed payments of \$3,330. The lease had an interest rate of 0.3871 %. The value of the deferred inflow of resources as of June 30, 2023, was \$0, and City of Pomona recognized lease revenue of \$19,527 during the fiscal year. The lessee has 3 extension option(s), each for 60 months.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**7. LEASES, Continued**

**A. Leases Receivable and Deferred Inflows of Resources, Continued**

**Ralph Welch Park:** On July 1, 2021, the City entered into a 17-month lease as Lessor for the use of Ralph Welch Park. An initial lease receivable was recorded in the amount of \$61,371. As of June 30, 2023, the value of the lease receivable is \$0. The lessee is required to make monthly fixed payments of \$3,330. The lease has an interest rate of 0.3871 %. The value of the deferred inflow of resources as of June 30, 2023, was \$0, and City of Pomona recognized lease revenue of \$19,527 during the fiscal year. The lessee has 3 extension option(s), each for 60 months.

**Site No #IE05427A:** On July 1, 2021, the City entered into a 57-month lease as Lessor for the use of Site No #IE05427A. An initial lease receivable was recorded in the amount of \$187,420. As of June 30, 2023, the value of the lease receivable is \$114,205. The lessee is required to make monthly fixed payments of \$3,116. The lease has an interest rate of 1.0586%. The value of the deferred inflow of resources as of June 30, 2023, was \$109,237 and City of Pomona recognized lease revenue of \$39,091 during the fiscal year. The lessee has 2 extension option(s), each for 60 months.

**Canyon Rim Road:** On July 1, 2021, the City entered into a 52-month lease as Lessor for the use of 25 1/2 Canyon Rim Road. An initial lease receivable was recorded in the amount of \$173,258. As of June 30, 2023, the value of the lease receivable is \$98,357. The lessee is required to make monthly fixed payments of \$3,116. The lease has an interest rate of 0.8927%. The value of the deferred inflow of resources as of June 30, 2023, was \$94,355 and City of Pomona recognized lease revenue of \$39,451 during the fiscal year. The lessee has 2 extension option(s), each for 60 months.

**Site No #CA-7137-E:** On July 1, 2021, the City entered into a 28-month lease as Lessor for the use of Site No #CA-7137-E. An initial lease receivable was recorded in the amount of \$41,196. As of June 30, 2023, the value of the lease receivable is \$7,297. The lessee is required to make monthly fixed payments of \$1,377. The lease has an interest rate of 0.5135%. The value of the deferred inflow of resources as of June 30, 2023, was \$6,545 and City of Pomona recognized lease revenue of \$17,325 during the fiscal year.

**Site No #IE04871A:** On July 1, 2021, the City entered into a 71-month lease as Lessor for the use of Site No #IE04871A. An initial lease receivable was recorded in the amount of \$47,849. As of June 30, 2023, the value of the lease receivable is \$29,914. The lessee is required to make annual fixed payments of \$9,348. The lease has an interest rate of 1.2170%. The value of the deferred inflow of resources as of June 30, 2023, was \$31,825 and City of Pomona recognized lease revenue of \$8,012 during the fiscal year. The lessee has 3 extension option(s), each for 60 months.

**East Mission Boulevard:** On July 1, 2021, the City entered into a 51-month lease as Lessor for the use of 1400 East Mission Boulevard. An initial lease receivable was recorded in the amount of \$13,726.10. As of June 30, 2023, the value of the lease receivable is \$7,451. The lessee is required to make monthly variable principal and interest payments of \$269 based on a CPI index of 0.00%. The lease has an interest rate of 0.8927%. The value of the deferred inflow of resources as of June 30, 2023, was \$7,305 and City of Pomona recognized lease revenue of \$3,210 during the fiscal year.



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**7. LEASES, Continued**

**A. Leases Receivable and Deferred Inflows of Resources, Continued**

**Site No #IE24046B:** On July 1, 2021, the City entered into a 20-month lease as Lessor for the use of Site No #IE24046B. An initial lease receivable was recorded in the amount of \$9,041. As of June 30, 2023, the value of the lease receivable is \$0. The lessee is required to make annual fixed payments of \$9,076. The lease has an interest rate of 0.5135%. The value of the deferred inflow of resources as of June 30, 2023, was \$0 and City of Pomona recognized lease revenue of \$3,616 during the fiscal year. The lessee has 3 extension option(s), each for 60 months.

Total Leases Receivable at June 30, 2023 are as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 178,648	\$ 3,360	\$ 182,008
2025	135,168	1,871	137,039
2026	102,560	540	103,100
Total	\$ 416,376	\$ 5,771	\$ 422,147

**B. Lease Payable and Right to Use Lease Assets**

On July 1, 2021, the City entered into a 44-month lease as Lessee for the use of Site No #4052928. An initial lease liability was recorded in the amount of \$204,076. As of June 30, 2023, the value of the lease liability is \$98,795. City of Pomona is required to make monthly fixed payments of \$4,396. The lease has an interest rate of 0.8927%. The value of the right to use asset as of June 30, 2023, of \$204,076 with accumulated amortization of \$54,460 is included with Land on the Lease Class activities table found below.

Right-to-use leased assets include the following at June 30, 2023:

Lease Type	Major Underlying Class of Assets	Amount of Leased Capital Assets	Accumulated Amortization
Land Lease	Right to use Lease- Land	\$ 204,076	\$ 108,920
	Total	\$ 204,076	\$ 108,920

Future principal and interest requirements to maturity for each lease liability are as follows:

Fiscal Year	Governmental Activities		
	Principal Payments	Interest Payments	Total Payments
2024	\$ 55,725	\$ 656	\$ 56,381
2025	43,070	160	43,230
Total	\$ 98,795	\$ 816	\$ 99,611

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**8. LAND HELD FOR RESALE**

At June 30, 2023, land held for resale in the amount of \$4,359,737 is reported at the acquisition cost in the Housing Authority Special Revenue Fund.

**9. CAPITAL ASSETS**

**A. Government-Wide Financial Statements**

At June 30, 2023, the City's capital assets consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Nondepreciable Assets:			
Land	\$ 79,804,769	\$ 9,089,782	\$ 88,894,551
Construction in Progress	57,560,980	28,801,036	86,362,016
Total Nondepreciable Assets	137,365,749	37,890,818	175,256,567
Depreciable Assets:			
Building and Building Improvements	23,273,779	3,482,783	26,756,562
Improvements Other Than Buildings	72,097,053	849,759	72,946,812
Machinery and Equipment	25,502,457	231,753,241	257,255,698
Furniture and Fixtures	1,355,135	5,105	1,360,240
Autos and Trucks	13,145,528	7,435,223	20,580,751
Equipment Under Capitalized Leases	3,154,018	4,257,381	7,411,399
Right-to-Use- Land	204,076	-	204,076
Infrastructure	389,829,509	-	389,829,509
Subscription Asset	674,514	-	674,514
Total Capital Assets, at Cost	529,236,069	247,783,492	777,019,561
Less accumulated depreciation:			
Building and Building Improvements	(13,768,750)	(3,369,180)	(17,137,930)
Improvements Other Than Buildings	(36,703,652)	(317,753)	(37,021,405)
Machinery and Equipment	(18,186,205)	(105,619,438)	(123,805,643)
Furniture and Fixtures	(1,061,633)	(5,105)	(1,066,738)
Autos and Trucks	(9,966,852)	(5,444,114)	(15,410,966)
Equipment Under Capitalized Leases	(1,748,273)	(4,257,380)	(6,005,653)
Right-to-Use- Land	(108,920)	-	(108,920)
Infrastructure	(278,908,128)	-	(278,908,128)
Subscription Asset	(287,233)	-	(287,233)
Total Accumulated Depreciation	(360,739,646)	(119,012,970)	(479,752,616)
Total Depreciable Assets, Net	168,496,423	128,770,522	297,266,945
Total Capital Assets, Net	\$ 305,862,172	\$ 166,661,340	\$ 472,523,512

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**9. CAPITAL ASSETS, Continued**

**B. Governmental Activities**

The following is a summary of changes in capital assets for governmental activities for the year ended June 30, 2023:

	Balance July 1, 2022, as restated	Additions	Deletions	Transfers	Balance June 30, 2023
<b>Nondepreciable Assets:</b>					
Land	\$ 81,087,590	\$ 312,000	\$ (1,594,821)	\$ -	\$ 79,804,769
Construction in Progress	59,268,801	17,053,807	(409,862)	(18,351,766)	57,560,980
Total Nondepreciable Assets	140,356,391	17,365,807	(2,004,683)	(18,351,766)	137,365,749
<b>Depreciable Assets:</b>					
Building and Building Improvements	16,139,151	136,800	-	6,997,828	23,273,779
Improvements Other Than Buildings	69,007,233	-	(98,575)	3,188,395	72,097,053
Machinery and Equipment	22,298,940	4,771,473	(1,784,447)	216,491	25,502,457
Furniture and Fixtures	1,171,616	39,698	-	143,821	1,355,135
Autos and Trucks	12,737,044	1,154,430	(790,303)	44,357	13,145,528
Equipment Under Capitalized Leases	3,363,689	-	(209,671)	-	3,154,018
Right-to-Use- Land	204,076	-	-	-	204,076
Infrastructure	387,564,012	-	(5,495,377)	7,760,874	389,829,509
Subscription Asset	674,514	-	-	-	674,514
Total Capital Assets, at Cost	513,160,275	6,102,401	(8,378,373)	18,351,766	529,236,069
<b>Less accumulated depreciation:</b>					
Building and Building Improvements	(13,575,107)	(193,643)	-	-	(13,768,750)
Improvements Other Than Buildings	(35,117,755)	(1,683,412)	97,515	-	(36,703,652)
Machinery and Equipment	(19,324,630)	(643,873)	1,782,298	-	(18,186,205)
Furniture and Fixtures	(1,029,298)	(32,335)	-	-	(1,061,633)
Autos and Trucks	(10,044,928)	(706,281)	784,357	-	(9,966,852)
Equipment Under Capitalized Leases	(1,720,251)	(237,693)	209,671	-	(1,748,273)
Right-to-Use- Land	(54,460)	(54,460)	-	-	(108,920)
Infrastructure	(277,275,528)	(6,692,021)	5,059,421	-	(278,908,128)
Subscription Asset	-	(287,233)	-	-	(287,233)
Total Accumulated Depreciation	(358,141,957)	(10,530,951)	7,933,262	-	(360,739,646)
Total Depreciable, Assets, Net	155,018,318	(4,428,550)	(445,111)	18,351,766	168,496,423
Total Capital Assets, Net	\$ 295,374,709	\$ 12,937,257	\$ (2,449,794)	\$ -	\$ 305,862,172

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**9. CAPITAL ASSETS, Continued**

**B. Governmental Activities, Continued**

Depreciation expense for capital assets of the governmental activities for the year ended June 30, 2023, is as follows:

General Government	\$ 725,243
Public Safety	1,201,517
Development Services	7,494,466
Neighborhood Services	1,056,922
Internal Service Funds	52,803
	<u>\$ 10,530,951</u>

**C. Business-Type Activities**

The following is a summary of changes in capital assets for business-type activities for the year ended June 30, 2023:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Nondepreciable Assets:				
Land	\$ 9,089,782	\$ -	\$ -	\$ 9,089,782
Construction in Progress	16,932,664	11,887,484	(19,111)	28,801,036
Total Nondepreciable Assets	<u>\$ 26,022,446</u>	<u>\$ 11,887,484</u>	<u>\$ (19,111)</u>	<u>\$ 37,890,818</u>
Depreciable Assets:				
Building and Building Improvements	3,482,783	-	-	3,482,783
Improvements Other Than Buildings	849,759	-	-	849,759
Machinery and Equipment	231,431,253	321,987	-	231,753,241
Furniture and Fixtures	5,105	-	-	5,105
Autos and Trucks	6,893,839	603,287	(61,903)	7,435,223
Equipment Under Financed Purchase	4,257,381	-	-	4,257,381
Total Capital Assets, at Cost	<u>\$ 246,920,120</u>	<u>\$ 925,274</u>	<u>\$ (61,903)</u>	<u>\$ 247,783,492</u>
Less accumulated depreciation:				
Building and Building Improvements	(3,359,531)	(9,649)	-	(3,369,180)
Improvements Other Than Buildings	(284,520)	(33,233)	-	(317,753)
Machinery and Equipment	(102,006,031)	(3,613,407)	-	(105,619,438)
Furniture and Fixtures	(5,105)	-	-	(5,105)
Autos and Trucks	(5,054,969)	(451,048)	61,903	(5,444,114)
Equipment Under Financed Purchase	(3,831,642)	(425,738)	-	(4,257,380)
Total Accumulated Depreciation	<u>(114,541,798)</u>	<u>(4,533,075)</u>	<u>61,903</u>	<u>(119,012,970)</u>
Total Depreciable, Assets, Net	<u>132,378,322</u>	<u>(3,607,801)</u>	<u>-</u>	<u>128,770,522</u>
Total Capital Assets, Net	<u>\$ 158,400,768</u>	<u>\$ 8,279,683</u>	<u>\$ (19,111)</u>	<u>\$ 166,661,340</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**9. CAPITAL ASSETS, Continued**

**C. Business-Type Activities, Continued**

Depreciation expense for capital assets of the business-type activities for the year ended June 30, 2023, is as follows:

Water	\$	3,371,906
Sewer		635,466
Refuse		519,855
Canon Water Company		5,848
	\$	<u>4,533,075</u>

**10. OTHER INVESTMENTS**

Other Investments in Water Enterprise fund represent one-quarter of share of the San Antonio Water Company for a cost of \$9,000.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**11. LONG-TERM LIABILITIES**

The following is a summary of changes of long-term liabilities for the year ended June 30, 2023:

	Balance July 1, 2022, as restated	Additions	Deletions	Balance June 30, 2023	Due Within One Year	Due in more than One Year
<b>Governmental Activities:</b>						
Financed purchases	\$ 1,046,097	\$ -	\$ (174,350)	\$ 871,747	\$ 174,350	\$ 697,397
Notes Payable	1,904,951	-	(1,253,488)	651,463	164,180	487,283
Revenue Bonds	68,527,713	-	(2,333,369)	66,194,344	2,205,000	63,989,344
Pension obligation refunding bonds	203,766,665	-	(7,260,957)	196,505,708	7,481,097	189,024,611
Accreted interest	6,116,427	-	(480,672)	5,635,755	547,870	5,087,885
Lease Liability	152,391	-	(53,596)	98,795	55,725	43,070
Subscription based I.T agreements	674,514	-	(137,237)	537,277	537,277	-
<b>Total Governmental Activities</b>	<b>\$ 282,188,758</b>	<b>\$ -</b>	<b>\$ (11,693,669)</b>	<b>\$ 270,495,089</b>	<b>\$ 11,165,499</b>	<b>\$ 259,329,590</b>
<b>Business-Type Activities:</b>						
Revenue Bonds	\$ 104,655,785	\$ -	\$ (2,681,742)	\$ 101,974,043	\$ 2,645,000	\$ 99,329,043
Pension Obligation Bonds	21,101,098	-	(729,252)	20,371,846	751,033	19,620,813
<b>Total Business-type activities</b>	<b>\$ 125,756,883</b>	<b>\$ -</b>	<b>\$ (3,410,994)</b>	<b>\$ 122,345,889</b>	<b>\$ 3,396,033</b>	<b>\$ 118,949,856</b>

**Financed Purchases**

At June 30, 2023, obligations under the finance purchase consisted of the following:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
BBVA	\$ 1,046,097	\$ -	\$ (174,350)	\$ 871,747	\$ 174,350

The City has entered into numerous equipment finance purchase agreements with a leasing company whereby the lessor acquired certain equipment and leased it to the City with an option to purchase. The related assets have been capitalized as capital assets.

The total leased assets by major asset class consisted of the following at June 30, 2023:

Equipment under financed purchase, at cost	\$ 7,411,399
Accumulated depreciation	(6,005,653)
<b>Equipment under financed purchase, net</b>	<b>\$ 1,405,746</b>

The depreciation expense for equipment under financed purchase was \$663,431 for the year ended June 30, 2023.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**11. LONG-TERM LIABILITIES, Continued**

The rates of interest on the lease purchase agreements range from 2.19% to 3.30% per annum. Future minimum lease payments under the lease at June 30, 2023 is as follows:

Year Ending June 30,	Payment
2024	\$ 200,189
2025	194,749
2026	189,309
2027	183,869
2028	178,430
Subtotal	<u>946,546</u>
Less amount representing interest	(74,799)
Present value of future minimum lease payments	<u>\$ 871,747</u>

**Notes Payable**

At June 30, 2023, notes payable consisted of the following:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
Hud Section Loan	\$ 40,000	\$ -	\$ (20,000)	\$ 20,000	\$ 20,000
SoCalREN Revolving Loan Fund	1,539,211	-	(1,168,340)	370,871	79,032
Southern California Edison On Bill Financing	325,740	-	(65,148)	260,592	65,148
Total	<u>\$1,904,951</u>	<u>\$ -</u>	<u>\$ (1,253,488)</u>	<u>\$ 651,463</u>	<u>\$ 164,180</u>

**HUD Section 108 Loan**

The City has three notes guaranteed by the United States Department of Housing and Urban Development (“HUD”) under Section 108 of the Community Development Act and are payable from future Community Development Block Grant (“CDBG”) entitlements. The notes were made to Casa Herrera (\$2,375,000) on February 1, 1998; Village Car Wash (\$100,000) on September 17, 2012; and Freddie’s Auto Repair (\$100,000) on August 20, 2012. On June 30, 2010, the balance of the original loan for Casa Herrera was defeased to refinance the loan at a lower interest rate. The new interest rate for Casa Herrera ranges from 4.96% to 5.77%, with new loan terms beginning on February 1, 2011 and maturing August 1, 2016. The interest rate for both Village Car Wash and Freddie’s Auto Repair is variable and equal to 20 basis points (0.2%) above the applicable London Interbank Offered Rates (“LIBOR”), at 2.5%, with loan terms beginning on July 1, 2013 and maturing on August 1, 2023. Casa Herrera is responsible for the principal payment on its note and the City is responsible for the interest payment. Village Car Wash and Freddie’s Auto Repair are responsible for principal and interest payments on its notes. All notes are guaranteed by CDGB funds; thus, in the event of default, the City’s CDBG entitlement funds may be used to cover any outstanding debt.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Notes Payable, Continued**

The annual debt service requirement at June 30, 2023 is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 20,000	\$ -	\$ 20,000
Total	\$ 20,000	\$ -	\$ 20,000

*Southern California Edison On Bill Financing*

On September 26, 2017, the City entered into the on-bill financing agreement with Southern California for the Energy Solution Incentive Applicable. The agreement provides zero-interest financing for the installation of certain energy efficient streetlights up to \$623,628.

The annual debt service requirement at June 30, 2023 as follow:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 65,148	\$ -	\$ 65,148
2025	65,148	-	65,148
2026	65,148	-	65,148
2027	65,148	-	65,148
Total	\$ 260,592	\$ -	\$ 260,592

*SoCalREN Revolving Fund Loan*

On August 21,2021, the city entered into a loan agreement for the purpose of providing financing to mechanical and lighting upgrades at the City’s Palomares Park, Community Center and Public Library. The agreement provide zero interest financing up to \$1,539,211.

The annual debt service requirement at June 30, 2023 as follow:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 79,032	\$ -	\$ 79,032
2025	79,032	-	79,032
2026	79,032	-	79,032
2027	133,775	-	133,775
Total	\$ 370,871	\$ -	\$ 370,871



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Governmental Activities**

At June 30, 2023, revenue bonds consisted of the following:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
2016 Lease Revenue Refunding Bonds					
Series BC	\$ 20,975,000	\$ -	\$ (1,230,000)	\$ 19,745,000	\$ 1,265,000
Unamortized Bond Premium	1,577,713	-	(113,369)	1,464,344	-
2017 Taxable Lease Revenue Refunding Bonds, Series BG	45,975,000	-	(990,000)	44,985,000	940,000
Total	<u>\$ 68,527,713</u>	<u>\$ -</u>	<u>\$ (2,333,369)</u>	<u>\$ 66,194,344</u>	<u>\$ 2,205,000</u>

<u>Unamortized Deferred Loss on Refunding</u>	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
2017 Taxable Lease Revenue Refunding Bonds, Series BG	\$ (305,597)	\$ -	\$ 23,512	\$ (282,085)
	<u>\$ (305,597)</u>	<u>\$ -</u>	<u>\$ 23,512</u>	<u>\$ (282,085)</u>
<u>Unamortized Deferred Gain on Refunding</u>				
2016 Lease Revenue Refunding Bond, Series BC	\$ 333,324	\$ -	\$ (23,951)	\$ 309,373
	<u>\$ 333,324</u>	<u>\$ -</u>	<u>\$ (23,951)</u>	<u>\$ 309,373</u>

**2016 Lease Revenue Refunding Bonds, Series BC-Original Issuance \$26,645,000**

On August 17, 2016, the Authority issued \$26,645,000 in 2016 Lease Revenue Refunding Bonds, Series BC, to (a) current refund the City’s 2013 Certificates of Participation, Series AG and the Authority’s 2005 Lease Revenue Bonds, Series AN, (b) purchase a reserve policy, and (c) pay for the cost of issuance.

The current refunding resulted in a difference between the acquisition price (Series BC) and the net carrying amount of the relinquished bonds (Series AG and AN) in the amount of \$437,040. This amount is reported as deferred gain on refunding. This deferred amount is amortized through June 1, 2034, the maturity date of the refunded debt (Series AG). The refunding also resulted in the net present value savings in the amount of \$6,224,352 and savings in debt serviced payment in the amount of \$9,737,668.

Interest on the bonds is payable semiannually on each December 1 and June 1 and the final principal matures on June 1, 2036. The rates of interest range from 2% to 4% per annum. Principal is payable in annual installments ranging from \$1,085,000 to \$1,810,000.

The bonds are secured by certain revenues consisting of certain Lease Payments with respect to the leased property by the City.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Governmental Activities, Continued**

*2016 Lease Revenue Refunding Bonds, Series BC-Original Issuance \$26,645,000, Continued*

The annual debt service requirement for the 2016 Lease Revenue Refunding bonds, Series BC outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,265,000	\$ 704,213	\$ 1,969,213
2025	1,320,000	653,613	1,973,613
2026	1,370,000	600,813	1,970,813
2027	1,425,000	546,013	1,971,013
2028	1,485,000	489,013	1,974,013
2029-2033	8,230,000	1,629,856	9,859,856
2034-2036	4,650,000	312,150	4,962,150
Total	<u>\$19,745,000</u>	<u>\$ 4,935,671</u>	<u>\$24,680,671</u>

*2017 Lease Revenue Refunding Bonds, Series BG-Original Issuance \$50,475,000*

On June 30, 2017, the Authority issued \$50,475,000 in 2017 Lease Revenue Refunding Bonds, Series BG, (a) to current refund the Authority’s 2006 Lease Revenue Bonds, Series AU and Series AV, and a portion of the City’s 2006 Pension Obligation Refunding Bonds, Series AR and (b) to pay for the premium of municipal bond insurance policy and municipal bond debt service reserve insurance policy, and (c) to pay for the cost of issuance.

The current refunding resulted in a difference between the acquisition price (Series BG) and the net carrying amount of the relinquished bonds (Series AR, AU, and AV) in the amount of \$423,223. The amount is reported as deferred loss on refunding. The deferred amount is amortized through July 1, 2035, the maturity date of the refund debt. The refunding also resulted in net present value saving in the amount of \$7,400,589 and saving in debt service payments in the amount of \$990,384. Interest on the bonds is payable semiannually on each October 1 and April 1 and the final principal matures on April 1, 2045. The rates of interest range from 1.844% to 4.092% per annum. Principal is payable in annual installments ranging from \$480,000 to \$3,470,000.

The bonds are secured by certain revenues consisting of certain lease payments with respect to the leased property by the City.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Governmental Activities, Continued**

*2017 Lease Revenue Refunding Bonds, Series BG-Original Issuance \$50,475,000, Continued*

The annual debt service requirement for 2017 Lease Revenue Refunding Bonds, Series BG outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 940,000	\$ 1,789,701	\$ 2,729,701
2025	875,000	1,761,680	2,636,680
2026	810,000	1,734,503	2,544,503
2027	735,000	1,708,533	2,443,533
2028	655,000	1,683,867	2,338,867
2029-2033	7,260,000	7,916,320	15,176,320
2034-2038	12,115,000	5,932,755	18,047,755
2039-2043	14,795,000	3,256,004	18,051,004
2044-2045	6,800,000	420,248	7,220,248
Total	<u>\$44,985,000</u>	<u>\$26,203,611</u>	<u>\$71,188,611</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Business-Type Activities**

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
2016 Revenue Refunding Bonds, (Sewer Project), Series BB	\$ 8,425,000	\$ -	\$ -	\$ 8,425,000	\$ -
Unamortized Bond Discount	(15,853)	-	777	(15,076)	-
2016 Taxable Revenue Refunding Bonds (Sewer Project), Series BD	2,465,000	-	(370,000)	2,095,000	380,000
Unamortized Bond Discount	(24,980)	-	3,687	(21,293)	-
2017 Refunding Revenue Bonds (Water Facilities), Series BE	32,355,000	-	-	32,355,000	-
Unamortized Bond Premium	2,761,618	-	(111,206)	2,650,412	-
2017 Taxable Refunding Revenue Bonds (Water Facilities), Series BF	46,175,000	-	(1,970,000)	44,205,000	2,025,000
2018 Taxable Funding Revenue (Sewer Project), Series BH	12,515,000	-	(235,000)	12,280,000	240,000
Total	<u>\$ 104,655,785</u>	<u>\$ -</u>	<u>\$ (2,681,742)</u>	<u>\$ 101,974,043</u>	<u>\$ 2,645,000</u>
	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	
Unamortized Deferred Loss on Refunding:					
2016 Revenue Refunding Bonds, (Sewer Project), Series BB	\$ (311,617)	\$ -	\$ 15,263	\$ (296,354)	
2016 Taxable Revenue Refunding Bonds (Sewer Project), Series BD	(87,298)	-	13,605	(73,693)	
Total	<u>\$ (398,915)</u>	<u>\$ -</u>	<u>\$ 28,868</u>	<u>\$ (370,047)</u>	
Unamortized Deferred Gain on Refunding:					
2017 Refunding Revenue Bonds (Water Facilities), Series BE	\$ 1,159,001	\$ -	\$ (46,671)	\$ 1,112,330	
2017 Taxable Refunding Revenue Bonds (Water Facilities), Series BF	1,654,729	-	(66,633)	\$ 1,588,096	
Total	<u>\$ 2,813,730</u>	<u>\$ -</u>	<u>\$ (113,304)</u>	<u>\$ 2,700,426</u>	

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Business-Type Activities, Continued**

*2016 Revenue Refunding Bonds (Sewer Projects), Series BB – Original Issuance \$8,425,000*

On October 12, 2016, the Authority issued \$8,425,000 in 2016 Revenue Refunding Bonds Sewer Projects, Series BB, (a) to current refund the Authority’s 2002 Refunding Revenue Bonds, Series AF and (b) to fund the initial reserve, and (c) to pay for the cost of issuance.

The current refunding resulted in a difference between the acquisition price (Series BB) and the net carrying amount of the relinquished bonds (Series AF) in the amount of \$437,832. This amount is reported as deferred loss on refunding. The deferred amount is amortized through December 1, 2035, the maturity date of the refunded debt. The refunding of Series AF with Series BB/BD also resulted in net present value savings in the amount of \$1,896,844 and saving in debt service payments in the amount of \$3,022,853.

Interest on the bonds is payable semiannually on each December 1 and June 1 and the final principal matures on December 1, 2042. The rates of interest range from 3.25% to 4.00% per annum. Principal is payable in annual installments ranging from \$360,000 to \$710,000. The bonds are secured by an installment Sale Agreement, dated as of November 1, 2016 between the City and the Authority. The Installment Payments are a special limited obligation of the City, payable from and secured by a pledge of and first lien on all Net Revenues, subject to the parity lien securing the Authority’s 2007 Installment Sale Agreement, in the Sewer Enterprise Fund held by the City in trust under the Installment Sale Agreement.

The annual debt service requirement for the 2016 Revenue Refunding Bonds (Sewer Projects), Series BB outstanding at June 30, 2023 is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ -	\$ 292,019	\$ 292,019
2025	-	292,019	292,019
2026	-	292,019	292,019
2027	-	292,019	292,019
2028	-	292,019	292,019
2029-2032	2,285,000	1,246,905	3,531,905
2034-2038	2,825,000	798,162	3,623,162
2039-2023	3,315,000	287,298	3,602,298
Total	<u>\$8,425,000</u>	<u>\$3,792,460</u>	<u>\$12,217,460</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Business Type Activities, Continued**

*2016 Taxable Revenue Refunding Bonds (Sewer Projects), Series BD – Original Issuance \$4,185,000*

On October 12, 2016, the Authority issued \$4,185,000 in 2016 Taxable Revenue Refunding Bonds (Sewer Projects), Series BD (a) to current refund the Authority’s 2002 Refunding Revenue Bonds, Series AF and (b) to fund the initial reserve, and (c) to pay for the cost of issuance.

The current refunding resulted in a difference between the acquisition price (Series BD) and the net carrying amount of the relinquished bonds (Series AF) in the amount of \$173,992. This amount is reported as deferred loss on refunding. The deferred amount is amortized through December 1, 2028, the maturity date of the refunding debt. See disclosure of Series BB for net present value savings and saving in debt service payments.

Interest on the bonds is payable semiannually on each December 1 and June 1 and the final principal matures on December 1, 2028. The rates of interest range from 1.125% to 3.000% per annum. Principal is payable in annual installments ranging from \$80,000 to \$425,000. The bonds are secured by an Installment Sale Agreement, dated as of November 1, 2016 between the City and the Authority. The Installment Payments are a special limited obligation of the City, payable from and secured by a pledge of and first lien on all Net Revenues, subject to the parity lien securing the Authority’s 2007 Installment Sale Agreement, in the Sewer Enterprise Fund held by the City in trust under the Installment Sale Agreement.

The annual debt service requirement for the 2016 Taxable Revenue Refunding Bonds (Sewer Projects), Series BD outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 380,000	\$ 52,156	\$ 432,156
2025	390,000	42,288	432,288
2026	405,000	31,600	436,600
2027	415,000	20,325	435,325
2029	505,000	9,709	514,709
Total	<u>\$ 2,095,000</u>	<u>\$ 156,078</u>	<u>\$ 2,251,078</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Business Type Activities, Continued**

*2017 Refunding Revenue Bonds (Water Facilities Project), Series BE – Original Issuance \$32,355,000*

On April 20, 2017, the City issued \$32,355,000 in 2017 Refunding Revenue Bonds (Water Facilities Project), Series BE, (a) to current refund the Authority’s 2007 Revenue Bonds, Series AY and (b) to pay for the cost of issuance.

The current refunding resulted in a difference between the acquisition price (Series BE) and the net carrying amount of the relinquished bonds (Series AY) in the amount of \$1,400,135. This amount is reported as deferred gain on refunding. The deferred amount is amortized through May 1, 2047, the maturity date of the refunded and refunding debt.

The refunding also resulted in net present value savings in the amount of \$5,804,889 and savings in debt service payments in the amount of \$10,341,640.

Interest on the bonds is payable semiannually on each November 1 and May 1 and the final principal matures on May 1, 2047. The rates of interest range from 4.000% to 5.000% per annum. Principal is payable in annual installments ranging from \$745,000 to \$2,485,000. The bonds are limited obligations of the City payable solely from net revenues, which consist of revenues of the city’s water system remaining after payment of operation and maintenance costs of the City’s water system, and from amounts on deposit in certain funds and accounts created under the bond indenture, including the rate stabilization fund.

The annual debt service requirement for the 2017 Taxable Refunding Revenue Bonds (Water Facility Project), Series BE outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ -	\$ 1,452,150	\$ 1,452,150
2025	-	1,452,150	1,452,150
2026	-	1,452,150	1,452,150
2027	-	1,452,150	1,452,150
2028	-	1,452,150	1,452,150
2029-2033	5,880,000	6,742,500	12,622,500
2034-2038	7,770,000	5,262,150	13,032,150
2039-2043	9,455,000	3,579,150	13,034,150
2044-2047	9,250,000	1,184,500	10,434,500
Total	<u>\$ 32,355,000</u>	<u>\$ 24,029,050</u>	<u>\$ 56,384,050</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Revenue Bonds – Business Type Activities, Continued**

*2017 Taxable Refunding Revenue Bonds (Water Facilities Project), Series BF – Original Issuance \$55,555,000*

On April 20, 2017, the City issued \$55,555,000 in 2017 Taxable Refunding Revenue Bonds (Water Facilities Project), Series BF, (a) to current refund the Authority’s 2007 Revenue Bonds, Series AY and 2007 Taxable Revenue Refunding Bonds, Series AZ and (b) to pay for the cost of issuance.

The current refunding resulted in a difference between the acquisition price (Series BF) and the net carrying amount of the relinquished bonds (series AY and AZ) in the amount of \$1,991,001. This amount is reported as deferred gain on refunding. The deferred amount is amortized through May 1, 2047, the maturity date of the refunded and refunding debt. The refunding also resulted in a net present value savings in the amount of \$9,412,637 and savings in debt service payments in the amount of \$26,091,863.

Interest on the bonds is payable semiannually on each November 1 and May 1 and the final principal matures on May 1, 2047. The rates of interest range from 1.530% to 4.050% per annum. Principal is payable in annual installments ranging from \$1,510,000 to \$2,420,000. The bonds are limited obligations of the City payable solely from net revenues, which consist of revenues from the City’s water system remaining after payment of operation and maintenance costs of the City’s water system, and from amounts on deposit in certain funds and accounts created under the bond indenture, including the rate stabilization fund.

The annual debt service requirement for the 2017 Taxable Refunding Revenue Bonds (Water Facility Project), Series BF outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 2,025,000	\$ 1,649,953	\$ 3,674,953
2025	2,080,000	1,591,998	3,671,998
2026	2,145,000	1,529,598	3,674,598
2027	2,210,000	1,463,102	3,673,102
2028	2,285,000	1,391,277	3,676,277
2029-2033	6,930,000	6,070,700	13,000,700
2034-2038	7,865,000	4,727,735	12,592,735
2039-2043	9,545,000	3,036,893	12,581,893
2044-2047	9,120,000	942,030	10,062,030
Total	<u>\$ 44,205,000</u>	<u>\$ 22,403,286</u>	<u>\$ 66,608,286</u>



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

***Revenue Bonds - Business Type Activities, Continued***

***2018 Taxable Refunding Revenue Bonds (Sewer Project), Series BH - Original Issuance \$13,390,000***

On February 14, 2018, the City issued \$13,390,000 in 2018 Refunding Revenue Bonds (Sewer Project), Series BH, (a) to current refund the Authority's 2007 Revenue Bonds (Sewer Project) Series BA and (b) to pay for the cost of issuance.

The current refunding resulted in the economic gain in the amount of \$1,807,498 and the debt service payment saving in the amount of \$3,155,990. The current refunding resulted in no deferred gains or losses as the bond proceeds net of the issuance discount was sufficient to cover repayment of 2007 Revenue Bonds (Sewer Project), Series BA, the interest due, and the issuance cost of the 2018 Taxable Refunding Revenue Bonds (Sewer Project), Series BH.

Interests on the bonds is payable semiannually on each December 1 and June 1 and the final principal matures on December 1, 2046. The rates of interest range from 3.80% to 4.50% per annum.

The annual debt service requirement for the 2017 Taxable Refunding Revenue Bonds (Sewer Project), Series BH outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 240,000	\$ 483,793	\$ 723,793
2025	250,000	476,057	726,057
2026	250,000	467,883	717,883
2027	260,000	459,245	719,245
2028	275,000	449,773	724,773
2029-2033	1,525,000	2,083,783	3,608,783
2034-2038	1,845,000	1,753,205	3,598,205
2039-2043	2,270,000	1,339,465	3,609,465
2044-2047	5,365,000	451,102	5,816,102
Total	<u>\$ 12,280,000</u>	<u>\$ 7,964,306</u>	<u>\$ 20,244,306</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**11. LONG-TERM LIABILITIES, Continued**

**Pension Obligation Bonds**

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
Governmental Activities					
2006 Pension Obligation Bonds,					
Series AR	\$ 2,908,573	\$ -	\$ (319,328)	\$ 2,589,245	\$ 332,130
Accreted Interest	6,116,427	-	(480,672)	5,635,755	-
2020 Pension Obligation Bonds,					
Series BJ	198,985,613	-	(6,868,438)	192,117,175	7,148,967
Bond Premium	1,872,479	-	(73,191)	1,799,288	-
Subtotal	<u>209,883,092</u>	<u>-</u>	<u>(7,741,629)</u>	<u>202,141,463</u>	<u>7,481,097</u>
Business-Type Activities					
2020 Pension Obligation Bonds,					
Series BJ	20,904,387	-	(721,562)	20,182,825	751,033
Bond Premium	196,711	-	(7,690)	189,021	-
Subtotal	<u>21,101,098</u>	<u>-</u>	<u>(729,252)</u>	<u>20,371,846</u>	<u>751,033</u>
Total	<u>\$ 230,984,190</u>	<u>\$ -</u>	<u>\$ (8,470,881)</u>	<u>\$ 222,513,309</u>	<u>\$ 8,232,130</u>

2006 Pension Obligation Refunding Bonds, Series AR- Original Issuance \$42,280,684

The City is a member of the California Public Employees' Retirement System ("CalPERS"), a public employees' defined benefits retirement program. In 2004, the City issued \$32,300,000 and \$5,700,000 in Pension Obligation Bonds, in order to fund the City's unamortized, unfunded actuarial accrued liability and to fund the current year General Fund contributions to CalPERS.

On February 1, 2006, the City issued \$42,280,684 in 2006 Pension Obligations Refunding Bonds, Series AR to refund the City's outstanding Pension Obligation Refunding Bonds, Series 004 AJ and its Pension Obligation Refunding Bonds, Series 2004 AK, to capitalize certain interest on the Bonds and to pay the costs of issuing the Bonds. The refunding achieved net present value savings of \$868,932, or 2.3% of refunded par and changed the debt structure from variable rate to fixed rate.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Pension Obligation Bonds, Continued**

*2006 Pension Obligation Refunding Bonds, Series AR- Original Issuance \$42,280,684, Continued*

The Bonds were issued as current interest bonds in the principal amount of \$36,205,000 and as capital appreciations bonds in the original issue amount of \$6,075,684.

Interest on the current interest bonds is payable semi-annually on each January 1 and July 1. The rates of interest vary and range from 5.492% to 5.832% per annum. Principal is payable in annual installments ranging from \$71,302 to \$5,140,000. The current interest bonds were current refunded by the 2017 Lease Revenue Refunding Bonds, Series BG during the year ended June 30, 2017.

The capital appreciation bonds bear interest ranges from 5.24% to 5.68% and are payable only at maturity. The accreted value of each capital appreciation bond is equal to its accreted value upon the maturity thereof, being comprised of its initial purchase price and the accreted interest between the delivery date and its respective maturity date. The obligation of the City to make payments with respect to the Bonds is an absolute and unconditional obligation of the City imposed upon the City by the Retirement Law and is not limited to any special source of funds. The City's obligation for the Bonds is any money available in the City's General Fund. The Bonds are not secured or limited as to payment by any special source of funds of the City. The current interest bonds are subject to redemption prior to maturity. The capital appreciation bonds are not subject to redemption prior to maturity.

July 1, 2017, principal and interest payments for the capital appreciation bonds were redeemed through the issuance of 2017 Lease Revenue Refunding Bonds, Series BG. The proceeds were deposited to the trust account on June 29, 2017.

The annual debt service requirement outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 332,130	\$ 547,870	\$ 880,000
2025	346,154	623,846	970,000
2026	359,352	705,648	1,065,000
2027	371,682	793,318	1,165,000
2028	383,108	886,892	1,270,000
2029-2030	796,819	2,078,181	2,875,000
Total	<u>\$ 2,589,245</u>	<u>\$ 5,635,755</u>	<u>\$ 8,225,000</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Pension Obligation Bonds, Continued**

**2020 Taxable Pension Obligation Bonds, Series BJ - Original Issuance \$219,890,000**

On August 13, 2020, the City issued \$219,890,000 in 2020 Taxable Pension Obligations Bonds, Series BJ to pay all or a portion of the City’s currently unamortized, unfunded accrued actuarial liability to the California Public Employees Retirement system with respect to the City’s defined benefit retirement plans for City employees and to pay costs of issuance of the bonds. The bonds liability has be allocated between the City’s governmental activities (0.743%) and City’s business-type activities (0.257%).

Interest on the bonds ranging from 2.474% to 4.000% are payable semiannually on February 1 and August 1 of each year, commence in February 2021 through the maturity on August 2046. Principal is payable in annual installments ranging from \$7,590,000 to \$11,650,000 on August 1.

The bonds are not secured by any property other than the funds that the City has actually deposited with the Trustee. If the City is in bankruptcy, it may not be obligated to make further deposits with the trustee, it may not be obligated to make any further allocations to the bonds and it may not be obligated to turn over to the trustee any moneys that have been allocated to the Bonds in the City treasury. As a result, the bonds would be treated as unsecured obligations of the City in an bankruptcy case.

Proceeds used from this bond issuance were applied to pension plan fiduciary assets.

The annual debt service requirement for 2020 Taxable Pension Obligations Bonds, Series BJ outstanding at June 30, 2023, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 7,900,000	\$ 7,187,968	\$ 15,087,968
2025	8,220,000	6,865,567	15,085,567
2026	8,555,000	6,530,068	15,085,068
2027	8,840,000	6,249,617	15,089,617
2028	9,070,000	6,019,000	15,089,000
2029-2033	49,540,000	25,903,337	75,443,337
2034-2038	58,370,000	17,042,089	75,412,089
2039-2043	51,425,000	6,441,788	57,866,788
2044-2047	10,380,000	355,079	10,735,079
Total	<u>\$ 212,300,000</u>	<u>\$ 82,594,513</u>	<u>\$ 294,894,513</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**11. LONG-TERM LIABILITIES, Continued**

**Pledged Revenue**

The City has pledged certain revenue to the repayment of its Water and Sewer Enterprise Fund bonds through final maturity on May 1, 2047, or earlier. These bonds were issued to refinance Series AF, AY, AZ and BA. All net available revenues are irrevocably pledged by the City to the repayment of the bond's debt services. During the year ended June 30, 2023, the Water and Sewer Enterprise Funds have net available revenues of \$17,335,160 and total debt service paid was \$7,630,318. The sewer and Water Revenue Bonds require net revenue of 100% and 120% of debt service, respectively. Annual principal and interest payments on the bonds are expected to require roughly 45% of future net revenue. The total principal and interest remaining to be paid at June 30, 2023, on the Bonds is as follows:

Debt issue	Remaining Balance
2016 Revenue Refunding Bonds, Series BB	\$ 12,217,460
2016 Taxable Revenue Refunding Bonds, Series BD	2,251,078
2017 Refunding Revenue Bonds, Series BE	56,384,050
2017 Taxable Refunding Revenue Bonds, Series BF	66,608,286
2018 Revenue Bonds (Sewer Project), Series BH	20,244,306
Total	<u>\$ 157,705,180</u>
Revenue	2022-2023
Net available revenues, excluding debt service	<u>\$ 17,335,160</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**11. LONG-TERM LIABILITIES, Continued**

**Outstanding Principal on Capital-Related Debt**

The City has acquired capital assets through the issuance of bonds and finance purchase obligations. The following is the outstanding balance at June 30, 2023, of capital assets and related debt:

	<u>Outstanding Capital Related Debt, net</u>
<b>Governmental Activities</b>	
2016 Refunding Revenue Bond, Series BC	\$ 21,518,717
2017 Taxable Lease Revenue Refunding Bonds, Series BG (24.4%)	44,702,915
Finance Purchase Obligations	<u>970,542</u>
Total	<u><u>\$ 67,192,174</u></u>
<b>Business-Type Activities</b>	
<b>Water Enterprise Fund</b>	
2017 Refunding Revenue Bonds, Series BE	\$ 36,117,742
2017 Taxable Refunding Revenue Bonds, Series BF	<u>45,793,096</u>
Subtotal	<u>81,910,838</u>
<b>Sewer Enterprise Fund</b>	
2016 Revenue Refunding Bonds, Series BB	8,113,570
2016 Taxable Revenue Refunding Bonds, Series BD	2,000,014
2018 Taxable Revenue Refunding Bonds, Series BH	<u>12,280,000</u>
Subtotal	<u>22,393,584</u>
Total	<u><u>\$ 104,304,422</u></u>

**SBITA-Subscription Based Information Technology Arrangements**

**GIS Service**

On October 3, 2022, the City Council entered into an agreement with Draw Tap GIS, LLC for professional consultation and related services up to \$1,385,0375.12 for (9) month term commencing on October 4, 2022 through June 30, 2023, with the option to extend for an additional one year. At June 30, 2023, the liability associated with the aforementioned subscription based I.T. agreements was as follows:

Year Ending June 30,	<u>Subscription Based I.T. Arrangements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 537,277	\$ 9,378	\$ 546,655
Total	<u>\$ 537,277</u>	<u>\$ 9,378</u>	<u>\$ 546,655</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**12. COMPENSATED ABSENCES**

The City’s policies relating to compensated absences are described in Note 1. The liability will be paid in future years by the General Fund. In the business-type activities, the liability for vested and unpaid compensated absences (accrued, vacation, sick pay, executive leave, and comp time) is reported in the fund as the benefits are earned and vest. For the business-type activities, the liabilities will be liquidated in future years from the respective enterprise funds.

	Balance June 30, 2022	Additions	Deletions	Balance June 30, 2023	Due in One Year
Governmental activities	\$ 9,208,616	\$ 6,084,206	\$ (5,893,446)	\$ 9,399,376	\$ 6,270,374
Business-type activities	1,757,308	1,272,352	(1,231,225)	1,798,435	1,241,712
	<u>\$ 10,965,924</u>	<u>\$ 7,356,558</u>	<u>\$ (7,124,671)</u>	<u>\$ 11,197,811</u>	<u>\$ 7,512,086</u>

**13. NON-CITY OBLIGATIONS**

The following bond issues are not reflected as City long-term debt because these debts are solely payable from and secured by specific revenue sources described in the official statements of the respective issues. Neither the faith and credit nor the taxing power of the City, the Successor Agency, the State of California, or any political subdivision thereof, is pledged for payment of these bonds. Accordingly, since this debt does not constitute an obligation of the City, it is not reflected as long-term debt in the accompanying basic financial statements. The City is acting only as an agent.

**Mortgage Revenue Bonds**

Single family and multifamily housing revenue bonds were issued to provide construction and permanent financing to developers of multifamily residential projects located in the City to be partially occupied by persons of low and moderate income. These bonds are secured by first trust deeds and private mortgage insurance. The bonds, together with interest thereon, are payable solely from home mortgage and developer loans secured by first deeds of trust, irrevocable letters of credit and irrevocable surety bonds. The mortgage revenue bonds have been paid off during fiscal year 2023.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**14. DEFINED BENEFIT PENSION PLAN**

	Governmental Activities	Business-Type Activities	Total
Deferred Outflows of Resources:			
Pension contribution made after measurement date:			
Miscellaneous	\$ 2,049,166	\$ 677,978	\$ 2,727,144
Safety	4,826,361	-	4,826,361
Difference between expected and actual experience:			
Miscellaneous	246,430	86,035	332,465
Safety	829,230	-	829,230
Collateral	47,254	-	47,254
Changes in Assumptions:			
Miscellaneous	3,695,331	1,300,385	4,995,716
Safety	9,043,473	-	9,043,473
Net difference in projected and actual earnings on pension plan investments:			
Miscellaneous	10,896,785	3,835,255	14,732,040
Safety	18,682,866	-	18,682,866
Collateral	18,119	-	18,119
Total deferred outflows of resources	<u>\$ 50,335,015</u>	<u>\$ 5,899,653</u>	<u>\$ 56,234,668</u>
Net Pension Liabilities:			
Miscellaneous	\$ 9,369,388	\$ 3,297,083	\$ 12,666,471
Safety	19,708,202	-	19,708,202
Collateral Plan	273,898	-	273,898
Total net pension liabilities	<u>\$ 29,351,488</u>	<u>\$ 3,297,083</u>	<u>\$ 32,648,571</u>
Deferred Inflows of Resources:			
Net difference in projected and actual earnings on:			
Miscellaneous	\$ -	\$ -	\$ -
Safety	-	-	-
Collateral Plan	-	-	-
Total deferred inflows of resources	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Pension Expense (Credit):			
Miscellaneous	\$ (4,773,927)	\$ (1,609,167)	\$ (6,383,094)
Safety	(9,794,555)	-	(9,794,555)
Collateral	(208,525)	-	(208,525)
Total pension expense	<u>\$ (14,777,007)</u>	<u>\$ (1,609,167)</u>	<u>\$ (16,386,174)</u>



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**14. DEFINED BENEFIT PENSION PLAN, Continued**

**A. CalPERS Plans**

**General Information about the Pension Plan**

**Plan Description**

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

**Benefit Provided**

CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries.

The plans' provisions and benefits in effect for the measurement period ended June 30, 2023 are summarized as follows:

	Miscellaneous Plan		
	Tier 1*	Tier 2*	PEPRA
Hire Date	Prior to August 14, 2011	On or After August 14, 2011 to January 1, 2013	On or after January 2, 2013
Benefit formula	2.0% @ 55	2.0 @ 60	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement age	Minimum 50 years	Minimum 50 years	Minimum 52 years
Monthly benefits, as of % eligible compensation	1.426% - 2.418%, 50 - 63+ years, respectively	1.092% - 2.418%, 50 - 63+ years, respectively	1.000% - 2.5000%, 52 - 67+ years, respectively
Required employee contribution rates	6.920%	6.920%	6.250%
Required employer contribution rates	8.590%	8.590%	8.590%

\*Plan is closed to new entrants

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**14. DEFINED BENEFIT PENSION PLAN, Continued**

*A. CalPERS Plans, Continued*

	Safety Plan		
	Tier 1*	Tier 2*	PEPRA
Hire Date	Prior to November 21, 2010	On or After November 21, 2010 to January 1, 2013	On or after January 1, 2013
Benefit formula	3.0% @ 50	3.0% @ 55	2.7% @57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	Monthly for Life	Monthly for Life	Monthly for life
Retirement age	Minimum 50 years	Minimum 50 years	Minimum 52 years
Monthly benefits, as a % of eligible compensation	3.000%, 50+ years	2.400% - 3.000%, 50 - 55 years, respectively	2.000% - 2.700%, 50 - 57+ years, respectively
Required employee contribution rates	9.880%	9.880%	12.000%
Required employer contribution rates	23.760%	23.760%	23.760%

\*Plan is closed to new entrants

Participant is eligible for non-industrial disability retirement if becomes disabled and has at least 5 years of credited service. There is no special age requirement. The standard non-industrial disability retirement benefits are a monthly allowance equal to 1.8 percent of final compensation, multiplied by service. Industrial disability benefits are not offered.

An employee's beneficiary may receive the basic death benefit if the employee dies while actively employed. The employee must be actively employed with the City to be eligible for this benefit. An employee's survivor who is eligible for any other pre-retirement death benefit may choose to receive that death benefit instead of this basic death benefit. The basic death benefit is a lump sum in the amount of the employee's accumulated contributions, where interest is currently credited at 7.5 percent per year, plus a lump sum in the amount of one-month salary for each completed year of current service, up to a maximum of six months' salary. For purpose of this benefit, one month's salary is defined as the member's average monthly full-time rate of compensation during the 12 months preceding death.

Upon the death of a retiree, a one-time lump sum payment of \$500 will be made to the retiree's designated survivor(s), or to the retiree's estate.

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

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**14. DEFINED BENEFIT PENSION PLAN, Continued**

*A. CalPERS Plans, Continued*

**Employees Covered by Benefit Terms**

At June 30, 2021, the valuation date, the following employees were covered by the benefit terms:

	Plans	
	Miscellaneous	Safety
Active members	360	147
Transferred members	316	27
Terminated members	207	23
Retired members and beneficiaries	980	390
Total	1,863	587

**Contributions**

Section 20814(c) of the California Public Employees’ Retirement Law (“PERL”) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS’ annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**14. DEFINED BENEFIT PENSION PLAN, Continued**

*A. CalPERS Plans, Continued*

Net Pension Liability/(Asset)

Actuarial Methods and Assumptions Used to Determine Total Pension Liability/(Asset)

The total pension liability for the Plans used to calculate the net pension liability was determined by actuarial valuations as of June 30, 2021 rolled forward to June 30, 2022 using standard update procedures. The June 30, 2023 total pension liabilities were based on the following actuarial methods and assumptions:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry Age Actuarial Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Projected Salary Increases	Varies by Entry age and Service
Mortality Rate Table (1)	Derived using CalPERS Membership Data for all funds Contract COLA up to 2.3% until Purchasing Power Protection Allowance
Post Retirement Benefit Increase	Floor on Purchasing Power applies

(1) The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvements using 80% of scale MP 2020 published by society of Actuaries. For more details on this table, please refer to CalPERS Experience Study and review of Actuarial Assumption reports from November 2021 that can be found on the CalPERS website.

**Long-Term Expected Rate of Return**

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

In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

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

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**14. DEFINED BENEFIT PENSION PLAN, Continued**

*A. CalPERS Plans, Continued*

**Long-Term Expected Rate of Return, Continued**

<u>Asset Class</u>	<u>Assumed Asset Allocations</u>	<u>Real Return (1,2)</u>
Global Equity-Cap weighted	30.00%	4.54%
Global Equity-Non- Cap weighted	12.00%	3.84%
Private Equities	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage Backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Liquidity	-5.00%	-0.59%
Total	<u>100.00%</u>	

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

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

**Discount Rate**

The discount rate used to measure the total pension liability was 6.90 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**14. DEFINED BENEFIT PENSION PLAN, Continued**

**A. CalPERS Plans, Continued**

**Changes in the Net Position Liability/(Asset)**

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

Miscellaneous Plan	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
Balance at June 30, 2021 (Valuation Date)	\$317,799,356	\$ 364,302,554	\$(46,503,198)
Changes Recognized from the Measurement Period			-
Service Cost	4,535,202	-	4,535,202
Interest on the Total Pension Liability	22,119,973	-	22,119,973
Changes of Benefit Terms	-	-	-
Differences between Expected and Actual Experience	9,158,812	-	9,158,812
Changes in Assumptions	587,347	-	587,347
Contribution from the Employer	-	2,512,909	(2,512,909)
Contribution from Employees	-	1,916,833	(1,916,833)
Net Investment Income	-	(26,971,137)	26,971,137
Benefit Payments including Refunds of Employee Contributions	(18,467,593)	(18,467,593)	-
Plan to Plan Resource Movement	-	-	-
Administrative Expense	-	(226,940)	226,940
Net Change during July 1, 2021 to June 30, 2022	17,933,741	(41,235,928)	59,169,669
Balance at June 30, 2022 (Measurement Date)	\$335,733,097	\$ 323,066,626	\$ 12,666,471

Safety Plan	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
Balance at June 30, 2021 (Valuation Date)	\$414,483,241	\$ 473,776,968	\$(59,293,727)
Changes Recognized from the Measurement Period			-
Service Cost	6,664,841	-	6,664,841
Interest on the Total Pension Liability	28,982,162	-	28,982,162
Changes of Benefit Terms	-	-	-
Differences between Expected and Actual Experience	376,821	-	376,821
Changes in Assumptions	14,067,624	-	14,067,624
Contribution from the Employer	-	4,599,974	(4,599,974)
Contribution from Employees	-	1,928,955	(1,928,955)
Net Investment Income	-	(35,144,275)	35,144,275
Benefit Payments including Refunds of Employee Contributions	(24,457,571)	(24,457,571)	-
Plan to Plan Resource Movement	-	-	-
Administrative Expense	-	(295,135)	295,135
Net Change during July 1, 2021 to June 30, 2022	25,633,877	(53,368,052)	79,001,929
Balance at June 30, 2022 (Measurement Date)	\$440,117,118	\$ 420,408,916	\$ 19,708,202

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**14. DEFINED BENEFIT PENSION PLAN, Continued**

*A. CalPERS Plans, Continued*

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

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

	Plan's Net Pension Liability		
	Current		
	Discount Rate -1% (5.90%)	Discount Rate (6.90%)	Discount Rate +1% (7.90%)
Miscellaneous Plan	\$ 55,630,213	\$ 12,666,471	\$ (22,812,127)
Safety Plan	\$ 77,462,225	\$ 19,708,202	\$ (27,683,062)

**Pension Plan Fiduciary Net Position**

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

**Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions**

For the measurement period ending June 30, 2022, the City incurred a pension expense of \$6,383,094 and \$9,794,555 for Miscellaneous and Safety plans, respectively.

As of measurement date of June 30, 2022, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	Miscellaneous Plan		Safety Plan	
	Deferred outflows of resources	Deferred inflows of Resources	Deferred outflows of resources	Deferred inflows of Resources
Pension contribution after measurement date	\$ 2,727,144	\$ -	\$ 4,826,361	\$ -
Changes of assumptions	4,995,716	-	9,043,473	-
Differences between expected and actual experiences	332,465	-	829,230	-
Net difference between projected and actual earnings on pension plan investments	14,732,040	-	18,682,866	-
Total	\$ 22,787,365	\$ -	\$ 33,381,930	\$ -

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**14. DEFINED BENEFIT PENSION PLAN, Continued**

**A. CalPERS Plans, Continued**

The amounts above are net of outflows recognized in the 2021-22 measurement period expense.

The expected average remaining service lifetime (“EARSL”) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired). The EARSL for the miscellaneous plan and safety plan for the 2021-22 measurement period is 2.2 and 2.8 years, which was obtained by dividing the total service years of 4,098 and 1,633 (the sum of remaining service lifetimes of the active employees) by 1,863 and 587 (the total number of participants: active, inactive, and retired), respectively.

\$2,727,144 and \$4,826,361 reported as deferred outflows of resources related to pension resulting from the City’s contributions subsequent to the measurement date during the year ended June 30, 2022 will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Year Ending June 30,	Deferred of Outflows /(Inflows) of	
	Miscellaneous	Safety
2023	\$ 6,389,459	\$ 8,056,069
2024	2,604,915	6,161,072
2025	749,189	899,558
2026	10,316,658	13,438,870
Total	<u>\$ 20,060,221</u>	<u>\$ 28,555,569</u>

**B. Collateral Benefits Plan**

**General Information about the Pension Plan**

**Plan Description**

The Collateral Benefits Plan, which is a single-employer plan, provides a supplemental retirement benefit to City employees upon resigning from the City and concurrently retiring with CalPERS. The supplemental benefit is a monthly benefit of \$100 from the first of the month following retirement from the City until the age of 65 on Tier 1 and Tier 2 employees. Tier 1 employees include Mid-Management and Confidential, Police Officers’ Association, City Employees’ Association, and Management Group B employees, and are required to have at least 20 years of City service upon retiring after July 1, 1987. Tier 2 employees include Executive Management Group A employees and are required to have at least one year of City service upon retiring after July 1, 1991. Employees hired after July 1, 2012, are not eligible for this plan.



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**14. DEFINED BENEFIT PENSION PLAN, Continued**

***B. Collateral Benefits Plan, Continued***

**Eligibility**

<u>Bargaining Group</u>	<u>City Service</u>
Executive Management Group B, Mid-Management/Confidential Employees' Association, City Employees' Association, Police Officers' Association	20 years
Executive Management Group A	1 year
Police Management	Not Eligible

**Benefit Provided**

As discussed in the plan description and eligibility above, the Plan provides a monthly benefit of \$100 until the age of 65 for the eligible retirees.

**Employees Covered by Benefit Terms**

At June 30, 2021, the valuation date, the following employees were covered by the benefit terms:

Active Employees	267
Terminated employees	-
Retired Employees	88
	<u>355</u>

**Contributions**

There was no contribution to the Plan during the fiscal year ended June 30, 2023.

**Actuarial Methods and Assumptions Used to Determine Total Pension Liability**

The June 30, 2021 valuation was used to determine the June 30, 2023 total pension liability, based on the following actuarial methods and assumptions.

Actuarial Cost Method	Entry Age Normal
Amortization Methods:	
Level Percent or Level Dollar	Level Dollar
Closed, Open, or Layered Periods	Closed
Amortization Period at June 30, 2021	4.5 years
Amortization Growth	0.00%
Actuarial Assumptions:	
Discount Rate	6.50%
Inflation	N/A
Salary Increases	Not applicable
Cost of Living	Not applicable
Investment Rate of Return	6.50% Net of Pension Plan Investment and Administrative Expenses, Includes inflation
Mortality Rate	Pre-Retirement: Consistent with the Non- Industrial rate used to value the Miscellaneous Public Agency CalPERS Pension Plans. Post-Retirement: Consistent with the Non-Industrial rates used to value the Miscellaneous Plan Agency CalPERS Pension. Consistent with the Non- Industrial rates used to value the Miscellaneous Public Agency CalPERS Pension Plans.
Post Retirement Benefit Increase	

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**14. DEFINED BENEFIT PENSION PLAN, Continued**

***B. Collateral Benefits Plan, Continued***

**Discount Rate**

The discount rate used to measure the total pension liability was 6.50 percent. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

**Long-Term Expected Rate of Return**

The assumption for the long-term expected rate of return was selected by the City. Below is a projection of the 30-year average return derived by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation on the Plan's current asset allocation.

The table below reflects long-term expected real return adjusted for inflation by asset classes:

Asset Class	Index	Target Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
US Cash	BALM 3-Mon Tbill	7.45%	0.51%	0.49%
US Core Fixed Income	Barclays Aggregate	45.86%	2.07%	1.93%
US Equity Market	Russell 3000 TR	35.82%	5.56%	3.90%
Foreign Developed Equity	MSCI EAFE NR	5.79%	6.89%	5.07%
Emerging Markets Equity	MSCI EM NR	3.54%	9.58%	6.18%
US ERIETs	FTSE NAREIT Equity REIT	1.54%	6.96%	4.74%
		100.00%		
Assumed Inflation - Mean			2.32%	2.32%
Assumed Inflation - Standard Deviation			1.42%	1.42%
Portfolio Real Mean Return			3.82%	3.40%
Portfolio Nominal Mean Return			6.14%	5.81%
Portfolio Standard Deviation				8.60%
City's Long-Term Expected Rate of Return				6.50%

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**14. DEFINED BENEFIT PENSION PLAN, Continued**

***B. Collateral Benefits Plan, Continued***

**Changes in Net Pension Liability**

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

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
Balance at June 30, 2022 (Measurement Date)	\$ 841,342	\$ 346,358	\$ 494,984
Changes Recognized from the Measurement Period			
Service Cost	8,544	-	8,544
Interest on the Total Pension Liability	51,886	-	51,886
Employer Contributions	-	261,388	(261,388)
Net Investment Income	-	20,328	(20,328)
Benefit Payments including Refunds of Employee Contributions	-	-	-
Administrative Expense	-	(200)	200
Net Change during July 1, 2022 to June 30, 2023	51,886	281,516	(221,086)
Balance at June 30, 2023 (Measurement Date)	\$ 893,228	\$ 627,874	\$ 273,898

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

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 6.50%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.50%) or 1 percentage-point higher (7.50%) than the current rate.

Plan's Net Pension Liability		
Discount Rate	Current Discount Rate	Discount Rate
-1% (5.50%)	(6.50%)	+1% (7.50%)
\$ 320,842	\$ 273,898	\$ 230,519

**Pension Plan Fiduciary Net Position**

Detailed information about the plan's fiduciary net position is available upon request.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**14. DEFINED BENEFIT PENSION PLAN, Continued**

*B. Collateral Benefits Plan, Continued*

*Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pension*

For measurement period ended June 30, 2023, the City incurred a pension expense of \$208,525.

As of measurement date of June 30, 2023, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	Collateral Benefits Plan	
	Deferred Outflows of Resources	Deferred inflows of Resources
Differences between expected and actual experience	\$ 47,254	\$ -
Net difference between projected and actual earnings	18,119	-
	\$ 65,373	\$ -

The amounts above are net of outflows and inflows recognized in the 2022-2023 measurement period expense.

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

Year Ending June 30,	Deferred Outflows/(Inflows) of Resources
2024	\$ 15,058
2025	14,316
2026	18,512
2027	9,609
2028	7,878
	\$ 65,373

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**15. OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

At June 30, 2023, Total OPEB liabilities, related deferred outflows of resources and OPEB expense are as follow:

	Governmental Activities	Business-Type Activities	Total
Deferred Outflows of Resources:			
OPEB contribution made after measurement date	\$ 1,758,429	\$ 440,676	\$ 2,199,105
Changes in assumption	5,051,044	1,265,833	6,316,877
Total deferred outflows of resources	<u>\$ 6,809,473</u>	<u>\$ 1,706,509</u>	<u>\$ 8,515,982</u>
Total OPEB Liabilities:	<u>\$ 70,246,299</u>	<u>\$ 17,604,292</u>	<u>\$ 87,850,591</u>
Deferred Inflows of Resources:			
Changes in assumption	\$ 12,259,347	\$ 3,072,293	\$ 15,331,640
Difference between expected and actual experience	2,320,601	581,561	2,902,162
Total deferred inflows of resources	<u>\$ 14,579,948</u>	<u>\$ 3,653,854</u>	<u>\$ 18,233,802</u>
OPEB Expense (Revenue)	<u>\$ 409,642</u>	<u>\$ 968,099</u>	<u>\$ 1,377,741</u>

**A. General Information About Public Employees' Medical and Hospital Care Program ("PEMHCA") Plan ("OPEB")**

The City has participated in the CalPERS Health Plan since 1988, a single-employer defined benefit pension plan. The City provides eligible retirees a contribution based on the "unequal method" under the Public Employees' Medical and Hospital Care Program (PEMHCA) contribution requirements for participating employers. Under the "unequal method," the City's contribution for the retiree is equal to 100% of the active contribution after 20 years of participation in PEMHCA. Eligibility for continuing medical coverage requires retirement from the City (on or after age 50 with at least 5 years of CalPERS service) and commencement of the CalPERS pension benefit. Retirement under disability does not have an age requirement.

Employees of the City who retire through CalPERS, their spouses, and eligible dependents, may receive health plan coverage through PEMCHA Plan (the "Plan"). The Plan is a single employer defined benefit plan which provides the retirees a monthly medical contribution that is not to exceed the cost of the plan selected, with the maximum contribution limited for individual retirees based on bargaining groups as listed below:

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**15. OTHER POST-EMPLOYMENT BENEFITS (OPEB), Continued**

**A. General Information About Public Employees' Medical and Hospital Care Program ("PEMHCA") Plan ("OPEB"), Continued**

Bargaining Group	Benefit
Pomona City Council Members	\$ 700
Pomona Executive Management Group	700
Pomona Mid-Management/Confidential Employees' Association	700
Pomona City Employees' Association	700
Pomona Police Managers' Association	700
Pomona Police Officers' Association	700
Firefighters (Pre-Merger with Los Angeles County Fire District)	465

Police Management retirees with at least 22 years of service as a Police Officer, receive up to 90% contribution towards more expensive 2-party CalPERS plan premium. This benefit terminates once the retiree is eligible for Medicare (age 65). This provision has been eliminated for employees hired or promoted to the unit after July 1, 2011.

**Eligibility**

Membership in the Plan consisted of the following December 31, 2021, the date of the latest actuarial valuation:

Active Employees	523
Inactive plan members entitled to but not yet receiving benefits	-
Inactive plan members or beneficiaries currently receiving benefits	586
	1,109

**Contributions**

The City currently finances benefits on a pay-as-you-go basis.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**15. OTHER POST-EMPLOYMENT BENEFITS (OPEB), Continued**

**B. Total OPEB Liability**

**Total OPEB Liability**

The City’s net OPEB liability was measured as of December 31, 2022 and total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. The total OPEB liability at December 31, 2022, measurement date was \$87,850,591.

**Actuarial Assumptions**

The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	3.72% as of December 31, 2022
Inflation	2.50% per annum
Salary Increases	2.75% per annum, in aggregate
Cost of Living	Not Applicable
Investment Rate of Return	Not Applicable
Pre-retirement Turnover / Mortality Rate / Disability Rate / Retirement Age	Pre-Retirement: Consistent with the most recent CalPERS pension plan valuation. Post-Retirement: Consistent with the most recent CalPERS pension plan valuation.
Participant Rate	
	90% of future retirees are assumed to elect medical coverage at retirement through the CalPERS Health Plan and to continue coverage through the CalPERS Health Plan beyond Medicare eligibility age. Actual coverage is used for current retirees. For current retirees under age 65 and currently waiving coverage, 10% are assumed to elect coverage at age 65.
Medical Trend Rates	4% in 2023 and beyond.

**Change of Assumption**

In 2023, the interest assumption changed from 2.06% to 3.72% from the measurement date December 31, 2021 to the measurement date December 31, 2022.

**Discount Rate**

2.50% per annum. This discount rate is the average, rounded to 5 basis points of the range of 3–20-year municipal bond rate indices: S&P Municipal Bond 20 Year High Grade Rate Index, Bond Byer 20-Bond GO index, Fidelity GO AA 20 Year Bond Index.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**15. OTHER POST-EMPLOYMENT BENEFITS (OPEB), Continued**

**C. Change in the Total OPEB Liability**

The following table shows the changes in the net OPEB liability recognized over the measurement period:

OPEB	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Total OPEB Liability (c) = (a) - (b)
Balance at January 1, 2022	\$ 106,185,203	\$ -	\$ 106,185,203
Changes Recognized from the Measurement Period			-
Service Cost	2,822,540	-	2,822,540
Interest on the Total Pension Liability	2,165,147	-	2,165,147
Employer contribution	-	4,984,455	(4,984,455)
Changes of Assumptions	(18,337,844)	-	(18,337,844)
Experience (Gains)/Losses	-	-	-
Benefit Payments including Refunds of Employee	(4,984,455)	(4,984,455)	-
Net Change during January 1, 2022 to December 31, 2022	(18,334,612)	-	(18,334,612)
Balance at December 31, 2022 (Measurement Date)	\$ 87,850,591	\$ -	\$ 87,850,591

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.80 percent) or 1-percentage-point higher (4.80 percent) than the current discount rate:

Plan's Total OPEB Liability (Asset)		
Discount Rate	Current	Discount Rate
-1.0% (2.72%)	Discount	+1% (4.72%)
\$ 98,714,113	\$ 87,850,591	\$ 80,667,263

**Sensitivity of the Net OPEB Liability to Changes in the 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 healthcare cost trend rates that are 1-percentage-point lower than the current healthcare cost trend rates:

Plan's Total OPEB Liability / (Asset)		
-1% lower than Current Trend	Current Trend	1% higher than Current Trend
\$ 82,137,027	\$ 87,850,591	\$ 93,488,908



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**15. OTHER POST-EMPLOYMENT BENEFITS (OPEB), Continued**

*D. OPEB Expense and Deferred Outflows of Resources Related to OPEB*

For the fiscal year ended June 30, 2023, the City recognized OPEB expenses in the amount of \$4,300,598. At June 30, 2023, the City reported deferred outflows of resources related to OPEB from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
Employer contribution after measurement date	\$ 2,199,105	\$ -
Differences between expected and actual experience	-	(2,902,162)
Changes of assumptions	6,316,877	(15,331,640)
	<u>\$ 8,515,982</u>	<u>\$ (18,233,802)</u>

The \$2,199,105 reported as deferred outflows of resources related to OPEB resulting from the City's contributions subsequent to the measurement date during the year ended June 30, 2023 will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources related to OPEB will be recognized in future OPEB expense as follows:

Year Ending June 30,	Deferred Outflows/(Inflows) of Resources
2024	\$ (687,089)
2025	(1,532,423)
2026	(2,904,094)
2027	(3,442,833)
2028	(3,049,864)
Thereafter	(300,622)
Total	<u>\$ (11,916,925)</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**16. JOINT POWERS AGREEMENTS**

**A. Alameda Corridor-East Construction Authority**

The City approved and adopted a Joint Exercise of Powers Agreement in November 2012. The Alameda Corridor East Construction Authority (ACE) is a single purpose construction authority created by the San Gabriel Council of Governments in 1998 to mitigate the impacts of significant increases in rail traffic over 70 miles of mainline railroad in the San Gabriel Valley. The ACE Project consists of multiple construction projects to improve safety at various rail crossings as well as at various grade separations in the San Gabriel Valley. There were no payments made during the year ended June 30, 2023.

**B. California State Association of Counties Excess Insurance Authority**

The City became a member of California State Association of Counties Excess Insurance Authority (the "CSAC-EIA") in July 2008. The CSAC-EIA is a risk sharing pool of California public agencies dedicated to controlling losses and providing effective risk management solutions. Membership is currently comprised of various member counties and various public entity organizations. The governing board consists of one representative from each member county and seven members elected by the public entity membership. Also see Note 17.

**C. Foothill Air Support Team**

The City joined Foothill Air Support Team ("FAST") in January 2011. FAST was developed in 1999 creating a joint helicopter patrol operation that could enhance member agencies ability to deter criminal activity and apprehend offenders. The governing board consists of one representative from each of the seven member agencies. There were no payments made during the year ended June 30, 2023.

**D. Foothill Transit**

The City is a member of the Foothill Transit Joint Power Agreement. The JPA is comprised of 20 cities and the County of Los Angeles. The purpose of the authority is to provide a more efficient and cost-effective local transportation service for the area. Each member city has one representative, and three members are appointed by the Board of Supervisors. There were no payments made during the year ended June 30, 2023.

Below are the most currently available condensed audited financial statements of the JPA as of June 30, 2022. Separate financial statements of Foothill Transit are available from its offices located in West Covina, California.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**16. JOINT POWERS AGREEMENTS, Continued**

*D. Foothill Transit, Continued*

Assets	\$ 359,390,292
Liabilities	98,558,729
Deferred inflow of resources-leases	1,704,337
Net Position	<u>\$ 259,127,226</u>
Revenues	\$ 8,496,602
Expenses	<u>136,359,264</u>
Operating Income	(127,862,662)
Non-Operating Revenue (expenses)	<u>95,072,842</u>
Net Income	(32,789,820)
Capital Contributions	10,928,210
Net Position - July 1, 2021	<u>280,988,836</u>
Net Position - June 30, 2022	<u>\$ 259,127,226</u>

*E. Gold Line Phase II Construction Authority*

The City participates in the Gold Line Phase II Construction Authority (“GLCA”) joint venture, which became effective September 3, 2003. The GLCA oversees the planning, funding, designing and construction contracts for the completion of the Los Angeles-Pasadena Metro Blue Line light rail project. The GLCA’s governing Board is comprised of an appointed representative from each of the affected cities and agencies, including the cities of Azusa, Claremont, Duarte, Glendora, Arcadia, La Verne, Ontario, Montclair, Irwindale, Pomona, San Dimas, Monrovia, Pasadena, and South Pasadena, and the San

Bernardino County Transportation Authority. Los Angeles County Metropolitan Transportation Agency (“LACMTA”) will have the responsibility to operate and maintain the rail after its completion. Member agencies will be paid for attending meetings, not to exceed \$1,800 per year, per member agency, plus direct expenses. Member agencies are not allowed to withdraw from the GLCA, and each member agency is required to pay \$31,445 in initial dues (first payments were due October 1, 2003) and each member will be held liable for its share of operating costs.

The City had no payments for the joint venture during the year ended June 30, 2023. Assets are divided based on the proportionate equity share at the time the joint venture dissolves, which is currently not significant to the City.

**City of Pomona**  
**Notes to Basic Financial Statements**  
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**16. JOINT POWERS AGREEMENTS, Continued**

***F. Interagency Communication Interoperability System***

The City participates in the Interagency Communications Interoperability System (“ICIS”) joint powers authority which became effective September 2003. The intent of ICIS is to provide public safety agencies with a formalized governance structure through which the participants may share resources to construct and manage a system for wide-area communications interoperability. The governing board is comprised of one member from each of the seven member agencies. The City paid \$50,000 in annual dues for the fiscal year ending June 30, 2023.

***G. Los Angeles County Disaster Management Area D***

The City has participated in the Disaster Management Area D joint powers agreement (Area D JPA) since 1958. The Area D JPA is intended to promote the coordination of disaster management, training, and preparedness of the Area D member cities under the direction of the Disaster Management Area Board, the governing board includes one representative from each of the 23 member cities. Annual dues at the rate of \$0.05 per capita are paid and totaled \$9,079 for the fiscal year ending June 30, 2023.

***H. Los Angeles Interagency Metropolitan Police Apprehensive Crime Task Force***

The City joined the Los Angeles Interagency Metropolitan Police Apprehensive Crime Task Force (“LA Impact”) in March 2011. It is a compilation of numerous federal, state, and local law enforcement agencies in Los Angeles County, whose primary purpose is to investigate major crimes, with an emphasis on dismantling mid-to-major level drug trafficking organizations. Since its inception, LA Impact has grown to 80 officers from 35 different Los Angeles County law enforcement agencies. The City is solely responsible for the salary and benefits of one (1) Police Sergeant position, currently assigned to this program, which is fully funded within the Police Department’s General Fund budget. There were no payments made during the year ended June 30, 2023.

***I. Pomona Valley Transportation Authority***

The City is a member of the Pomona Valley Transportation Authority (the “PVTA”). The PVTA is comprised of four cities and is organized under a Joint Power Agreement pursuant to the California Government Code. The purpose of the PVTA is to study, implement and provide for public transportation that will best serve transit-dependent persons, including handicapped and senior adults residing in the Pomona Valley.

Each member City has two representatives on the Board of Directors. Officers of the PVTA are elected annually by the Board of Directors.

The City does not have an equity interest in the PVTA. However, the City does have an ongoing financial interest. Because the City also has an ongoing financial responsibility for continued funding of the PVTA, the City is able to influence operations. As a result, the PVTA uses its resources on behalf of the City.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**16. JOINT POWERS AGREEMENTS, Continued**

***I. Pomona Valley Transportation Authority***

The following are the most currently available condensed audited financial statements of the PVTA as of June 30, 2022. Separate financial statements of the PVTA are available from its offices located in La Verne, California.

Assets	\$ 5,067,797
Deferred Outflows	122,294
Total Assets	<u>\$ 5,190,091</u>
Liabilities	\$ 1,083,572
Deferred Inflows	263,070
Net position	<u>3,843,449</u>
Total liabilities and fund equity	<u>\$ 5,190,091</u>
Operating revenues	\$ 124,191
Operating expenses	<u>4,088,086</u>
Operating (Income)	(3,963,895)
Non-Operating Revenue	<u>3,716,917</u>
Net income	(246,978)
Net Position - July 1, 2021	<u>4,090,427</u>
Net Position - June 30, 2022	<u>\$ 3,843,449</u>

***J. Pomona-Walnut-Rowland Joint Water Line Commission***

The City participates in the Pomona-Walnut-Rowland Joint Water Line Commission (the “Commission”) joint venture, which provides for the acquisition, construction, maintenance, repair, and operation of a water transmission pipeline for the benefit of the member agencies. The Pomona-Walnut-Rowland Joint Water Line Commission’s governing board is comprised of an appointed representative from each of the three member agencies – the City, Walnut Valley Water District, and Rowland Water District.

The cost of providing water to the member agencies is financed through user charges. The Commission purchases water for resale to the member agencies at a price sufficient to provide reserve funds for emergencies. In addition, the member agencies are billed for the costs of maintenance and operation of the pipeline. The City paid the joint venture \$3,914,307 during the year ended June 30, 2023. Assets are divided based on the proportionate equity share at the time the joint venture dissolves. The City’s share in the equity of the Commission at June 30, 2023, was \$661,501.

**City of Pomona**  
**Notes to Basic Financial Statements**  
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**16. JOINT POWERS AGREEMENTS, Continued**

*J. Pomona-Walnut-Rowland Joint Water Line Commission, Continued*

As of June 30, 2023, the three participants had the following approximate ownership equity interest.

Member	Percentages	Agreement Balances
City of Pomona	21%	\$ 661,501
Walnut Valley Water District	35%	1,098,251
Rowland Water District	22%	710,728
Unallocated	22%	699,808
	100%	\$ 3,170,288

The Commission’s condensed financial statements for the fiscal year ended June 30, 2023 is as follows:

Total Assets	\$ 5,907,296
Total Liabilities	2,737,008
	\$ 3,170,288

The Commission does not recognize income or loss. Net operating expenditures in excess of users’ assessments are treated as accounts receivable on the Commission’s books and charged to each user’s account in the following year. Conversely, user’s assessments in excess of net operating expenditures are treated as a liability and credited against each user’s account, also in the following year. Under the basis, operating expenses for the Commission totaled \$17,625,516 compared to total operating revenues of \$17,629,625 for the year ended June 30, 2023. Complete financial statements can be obtained from the Pomona-Walnut-Rowland Joint Water Line Commission, P.O. Box 8460, Rowland Heights, CA 91748.

*K. San Gabriel Valley Council of Governments*

The City is a member of the San Gabriel Valley Council of Governments (the “Council”) which became effective March 1994. The Council provides member agencies a vehicle to voluntarily engage in regional and cooperative planning and coordination of government services and responsibilities to assist member agencies in the conduct of their affairs. The goal and intent of the Council is one of voluntary cooperation among members for the collective benefit of cities and unincorporated areas in the San Gabriel Valley. The governing board is comprised of one member from each of 31 member cities and the San Gabriel Valley Water Districts, except the County of Los Angeles. The County has three members who represent the unincorporated communities of Supervisor Districts 1, 4, and 5. All member agencies pay dues. The City paid \$38,318 in annual dues for the fiscal year ending June 30, 2023.

**City of Pomona**  
**Notes to Basic Financial Statements**  
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**16. JOINT POWERS AGREEMENTS, Continued**

*L. Tri-City Mental Health Center*

The City is a member of the Tri City Mental Health Center (the "Center"). The Center is a jointly governed organization comprised of three cities and is organized under a Joint Powers Agreement pursuant to the California Government Code. The purpose of the Center is to develop mental health services and facilities to serve persons residing in the three member cities. The City's contribution to the Center was \$43,675 for the year ended June 30, 2023.

The Board of Directors is comprised of seven members, two councilmembers from Pomona, one councilmember each from the cities of Claremont and La Verne, and one non-elected member from each of the three cities.

Below are the most currently available condensed unaudited financial statements of the Center as of June 30, 2023. Separate financial statements of the Center are available from its offices located in Pomona, California.

Assets	\$56,126,961
Deferred outflows of resources	5,749,104
Liabilities	19,204,644
Deferred inflows of resources	8,586,817
Net position	<u>34,084,604</u>
Revenues	\$12,328,376
Expenses	<u>30,093,526</u>
Operating Income	(17,765,150)
Non-Operating Revenue (expenses)	<u>23,749,751</u>
Net Income	5,984,601
Net Position, July 1, 2022	<u>33,849,106</u>
Net Position, June 30, 2023	<u><u>\$39,833,707</u></u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
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**17. RISK MANAGEMENT**

The Self-Insurance Internal Service Fund is part of the City’s self-insurance program for general liability, workers’ compensation, and unemployment insurance. The City is a member of the California State Association of Counties Excess Insurance Authority (CSAC-EIA). Through CSAC-EIA, the City has a program limit of \$25 million dollars with a self-insured retention of \$1 million for its excess liability program and its worker’s compensation program. Additionally, the City purchases catastrophic excess liability coverage that provides an additional \$25 million in coverage.

CSAC-EIA is a governmental joint powers authority created by certain California counties and cities to provide a pooled approach to the members’ liability and excess workers’ compensation coverage as allowed under the California Government Code. The authority manages various types of pooled coverage programs for participating members.

As of June 30, 2023, estimated claims payable amounted to \$31,448,261.

The estimated claims payable is reported at June 30, 2023 if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

During the past three fiscal years, the City did not experience settlements or judgments that exceeded pooled coverage. There are no pending claims and judgements likely to have a material adverse effect on the fiscal position due within one year of June 30, 2023. The following is a summary of changes in claims liabilities over the past three fiscal years:

	Beginning Balance	Expenses and Changes in Estimates	Claims Payments	Ending Balance
June 30, 2021	\$ 15,534,779	\$ 20,786,191	\$ (5,214,802)	\$ 31,106,168
June 30, 2022	31,106,168	14,591,208	(6,434,427)	39,262,949
June 30, 2023	39,262,949	3,850,976	(11,665,664)	31,448,261



**City of Pomona**  
**Notes to Basic Financial Statements**  
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**18. COMMENTS AND CONTINGENCIES**

**A. Agency Participation Agreement**

On April 5, 2004, the City entered into a reclaimed water agreement with the Los Angeles County Sanitation District (LACSD). The agreement is for 20 years, beginning on July 1, 2003, and requires the City to sell its interest in the Northside Recycled Water Line, a 20" non-reinforced concrete gravity reclaimed water pipeline to the LACSD for \$441,730.

Additionally, the contract provides the City with up to 2/3 of the supply of water from the plant which can then be sold by the City to other customers. The City receives discounted rates on water during the first 12 years of the agreement.

**B. Contractual Commitments**

The following schedule summarizes the major capital project contractual commitments of the City as of June 30, 2023.

<b>Vendors</b>	
Kemp Brothers Construction, Inc.	\$ 13,246,790
Vido Samarzich, Inc.	5,278,075
HR Green Pacific, Inc.	4,874,111
Hardy & Harper, Inc.	2,382,495
Roadway Engineering and Construction Corp.	1,424,612
Ensafe, Inc.	1,296,273
RKA Consulting Group	1,175,173
Alta Planning & Design, Inc.	955,244
Onyx Paving Company, Inc.	764,796
Gentry Brothers, Inc.	623,217
Hirsch & Associates	561,580
Cumming Management Group	546,245
All Other Commitments	3,350,536
	<u>\$ 36,479,147</u>

**C. Lawsuits**

The City is a defendant in certain other legal actions arising in normal course of operations. As of June 30, 2023, in the opinion of City management, there was no additional outstanding matters that would have a significant effect on the financial position of the City.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY**

On June 28, 2011, Governor Jerry Brown signed into law two bills that amended California Community Redevelopment Law in order to address the state's ongoing budget deficit. ABx1 26 ("the Bill") dissolved all California redevelopment agencies ("RDAs") effective October 1, 2011. This legislation prevented RDAs from engaging in new activities and outlined a process for winding down the RDAs financial affairs. It also set forth a process for distributing funds from the former RDAs to other local taxing entities. A companion bill, ABx1 27, was also passed, which allowed individual RDAs to avoid dissolution if they agreed to make substantial annual payments into a Special District Allocation Fund and Educational Revenue Augmentation Fund.

In response, the California Redevelopment Association, the League of California Cities, and other parties filed petitions with the California Supreme Court challenging the constitutionality of both ABx1 26 and ABx1 27. On December 29, 2011, the California Supreme Court upheld the constitutionality of ABx1 26, while striking down ABx1 27 as unconstitutional. The ruling in California Redevelopment Association V. Matosantos also extended some of the deadlines on February 1, 2012, with the assets and liabilities transferred to Successor Agencies and Successor Housing Agencies pursuant to ABx1 26.

The California State Legislature made additional changes to the dissolution process when Governor Jerry Brown signed AB 1484 into law on June 27, 2012. This legislation made a variety of substantive amendments to the original Dissolution Act. These actions impacted the reporting entity of the City of Pomona that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the City or another unit of local government would agree to serve as the "successor agency" to hold the assets until the assets were distributed to other units of state and local government. On January 9, 2012, the City Council adopted resolution number 2012-8 electing to assume the responsibility of Successor Agency for the former Pomona Redevelopment Agency.

After enactment of the law, redevelopment agencies in the State of California could not enter into new projects, obligations or commitments. Subject to the control of an established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution. Subsequent to the dissolution, Successor Agencies are only allocated revenue up to the amount necessary to pay the estimated annual installment payments on enforceable obligation of the former redevelopment agency until all enforceable obligations have been paid in full and all assets have been liquidated.

The Bill directed the State Controller of the State of California to review the propriety of any transfers of assets between Redevelopment Agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers was not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller was required to order the available assets to be transferred to the public body designated as the successor agency by the Bill. The State completed its required audit and provided the Successor Agency its report on November 26, 2014.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,**  
**Continued**

Management believes, in consultation with legal counsel, that the obligations of the former Redevelopment Agency due to the City are valid enforceable obligations payable by the Successor Agency trust under the requirements of the bill. The City’s position on the issue is not a position of settled law and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would resolve this issue unfavorably to the City.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

**A. Cash and Investments**

The following is a summary of cash and investments of the Successor Agency at June 30, 2023:

Cash and investments	\$ 9,954,158
Restricted Cash	20,387,732
	<u>\$ 30,341,890</u>

The Successor Agency’s cash and investments are pooled with the City’s cash and investment in order to generate optimum interest income. The share of the pooled cash account is separately accounted for, and investment income is allocated to all participating funds based on the relationship of average quarterly cash balances to the total of the pooled cash and investments. Information regarding the authorized types of deposits and investments, the type of risk (i.e., credit, interest rate, custodial, etc.) and other disclosures associated with the City’s pooled cash and investments is reported in Note 2.

**B. Loans Receivable (Net)**

At June 30, 2023, the Successor Agency’s net loans receivable consisted of the following:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Business Assistance Loans	\$ 1,660,600	\$ -	\$ -	\$ 1,660,600

**Business Assistance Loans**

The former Redevelopment Agency entered into business assistance loan agreements with local businesses for redevelopment purposes. The term of the loan varies, and bears interest rates ranges from 0% to 4% annum. Outstanding balance at June 30, 2023 was \$1,660,000.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,**  
**Continued**

**C. Land Held for Resale**

At June 30, 2023, land held for resale in the amount of \$470,303 is recorded at the acquisition cost in the Successor Agency Trust Fund.

**D. Capital Assets**

The following is a summary of changes in capital assets for the Successor Agency for the year ended June 30, 2023:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Nondepreciable assets:				
Land	\$ 125,423	\$ -	\$ -	\$ 125,423
Total nondepreciable assets	125,423	-	-	125,423
Depreciable assets:				
Building and building improvements	63,126	-	-	63,126
Improvements other than buildings	148,995	-	-	148,995
Machinery and equipment	429,179	-	-	429,179
Furniture and fixtures	8,361	-	-	8,361
Autos and trucks	19,513	-	-	19,513
Total capital assets, at cost	669,174	-	-	669,174
Less accumulated depreciation:				
Building and building improvements	(22,725)	(1,263)	-	(23,988)
Improvements other than buildings	(148,995)	-	-	(148,995)
Machinery and equipment	(429,179)	-	-	(429,179)
Furniture and fixtures	(8,361)	-	-	(8,361)
Autos and Trucks	(19,513)	-	-	(19,513)
Total accumulated depreciation	(628,773)	(1,263)	-	(630,036)
Total depreciable assets, net	40,401	(1,263)	-	39,138
Total capital assets, net	\$ 165,824	\$ (1,263)	\$ -	\$ 164,561

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,**  
**Continued**

**E. Long-Term Liabilities**

The following is a summary of changes in long-term liabilities for the Successor Agency for the year ended June 30, 2023:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
County deferred tax loans	\$ 62,798,205	\$4,075,325	\$ (4,579,277)	\$ 62,294,253	\$ 2,790,048
Tax allocation bonds	104,155,000	-	(7,900,000)	96,255,000	8,190,000
Total	<u>\$166,953,205</u>	<u>\$4,075,325</u>	<u>\$(12,479,277)</u>	<u>\$158,549,253</u>	<u>\$ 10,980,048</u>

**County Deferred Tax Loans**

At June 30, 2023, the County deferred tax loans consisted of the follow:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Southwest Pomona Project Area	\$ 60,536,750	\$4,075,325	\$(2,317,822)	\$ 62,294,253
South Garey/Freeway Corridor Project Area	2,261,455	-	(2,261,455)	-
Total	<u>\$ 62,798,205</u>	<u>\$4,075,325</u>	<u>\$(4,579,277)</u>	<u>\$ 62,294,253</u>

The former Redevelopment Agency entered into agreements with the County of Los Angeles whereby a portion of the County's share of tax increment revenues from the Southwest Pomona Project Area and South Garey/Freeway Corridor Project Area are loaned annually to the Successor Agency. Interest on both loans accrue at 7% per year, compounded annually. The Successor Agency will commence repayment per the terms of the Agreement.

**Tax Allocation Bonds**

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
1998 Tax Allocation Bonds, Series X	\$ 200,000	\$ -	\$ (65,000)	\$ 135,000	\$ 65,000
1998 Tax Allocation Bonds, Series Y	4,380,000	-	(340,000)	4,040,000	360,000
2018 Tax Allocation Bonds, Series BI	99,575,000	-	(7,495,000)	92,080,000	7,765,000
Total	<u>\$104,155,000</u>	<u>\$ -</u>	<u>\$(7,900,000)</u>	<u>\$ 96,255,000</u>	<u>\$8,190,000</u>

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,**  
**Continued**

*E. Long-Term Liabilities, Continued*

**1998 Tax Allocation Refunding Bonds, Series X – Original Issuance \$5,055,000**

On October 1, 1998, the former Redevelopment Agency issued \$5,055,000 in 1998. Tax Allocation Refunding Bonds, Series X, for the Mountain Meadows Redevelopment Project to refund \$4,360,000 of the loan between the former Redevelopment Agency and the Public Financing Authority related to the Public Financing Authority’s 1993 Refunding Revenue Bonds, Series N.

Interest is payable semiannually on June 1 and December 1 at rates varying from 3.0% to 5.1% per annum. \$3,595,000 of bond principal is payable in annual installments ranging from \$95,000 to \$300,000 through December 1, 2013. Term bonds of \$41,000,000 and \$460,000 mature on December 1, 2016 and December 1, 2024, respectively, and are subject to mandatory redemption from a sinking fund account in amounts ranging from \$45,000 to \$350,000, as outlined in the bonds’ official statement. A municipal bond insurance policy has been issued that insures the payment of the principal and interest on the bonds when due. During 2007, the bonds in the amount of \$790,000 were refunded by the 2006 Taxable Revenue Bonds, series AT.

The annual debt service requirements outstanding at June 30, 2023, is as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 65,000	\$ 5,535	\$ 70,535
2025	70,000	1,890	71,890
Total	<u>\$ 135,000</u>	<u>\$ 7,425</u>	<u>\$ 142,425</u>

**1998 Tax Allocation Refunding Bonds, Series Y – Original Issuance \$8,980,000**

On October 1, 1998, the former Redevelopment Agency issued \$8,980,000 in 1998 Tax Allocation Refunding Bonds, Series Y, for the West Holt Avenue Redevelopment Project to refund \$7,130,000 of the loan between the former Redevelopment Agency and Public Financing Authority related to the Public Financing Authority’s 1993 Refunding Revenue Bonds, Series N, and to finance certain redevelopment activities within the West Holt Avenue Project Area.

Interest on the bonds is payable semiannually on November 1 and May 1 at rates varying from 3.0% to 5.0% per annum. \$1,770,000 of bond principal is payable in annual installments ranging from \$115,000 to \$180,000 through May 1, 2011. Terms bonds of \$390,000, \$2,360,000, and \$4,380,000 mature on May 1, 2013, May 1, 2020, and May 1, 2032, respectively, and are subject to mandatory redemption from a sinking fund account in amounts ranging from \$190,000 to \$550,000 as outlined in the bonds’ official statements. Bonds maturing on May 1, 2009 through May 1, 2011 are subject to redemption prior to maturity, as a whole or in part, at the option of the Agency on any date on or after May 1, 2008 at redemption prices ranging from 100% to 101% of principal. A municipal bond insurance policy has been issued that insures the payment of the principal and interest on the bonds when due. During 2007, the bonds in the amount of \$645,000 were refunded by the 2006 Taxable Revenue Bonds, Series AT.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,  
Continued**

*E. Long-Term Liabilities, Continued*

**1998 Tax Allocation Refunding Bonds, Series Y – Original Issuance \$8,980,000, Continued**

The annual debt service requirements outstanding at June 30, 2023, is as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 360,000	\$ 222,200	\$ 582,200
2025	380,000	202,400	582,400
2026	400,000	181,500	581,500
2027	420,000	159,500	579,500
2028	445,000	136,400	581,400
2029-2032	2,035,000	287,100	2,322,100
Total	<u>\$4,040,000</u>	<u>\$1,189,100</u>	<u>\$5,229,100</u>

**2018 Tax Allocation Refunding Bonds, Series BI – Original Issuance \$128,885,000**

On October 11, 2018, the Successor Agency to the Redevelopment Agency of the City of Pomona, issued 2018 Tax Allocation Refunding Bonds, Series BI in the amount of \$128,885,000 to repay the advances from the Public Financing Authority for 1998 Series W, 2001 Series AD, 2003 Series AH, 2005 Series AQ, 2006 Series AS/AT/AX and 2007 Series AW and created annual debt service savings of approximately \$1.6 million. There was no economic gain due to the unused bond proceeds paid down the principal portion of the new issuance.

Interest on the bonds is payable semiannually on each August 1 and February 1. The rates of interest range from 2.65% to 4.51% per annum. Principal is payable in annual installments ranging from \$690,000 to \$9,805,000. Bonds are secured by the pledged tax revenues deposited in the Redevelopment Property Tax Trust Fund.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,  
Continued**

*E. Long-Term Liabilities, Continued*

**2018 Tax Allocation Refunding Bonds, Series BI – Original Issuance \$128,885,000, Continued**

The annual debt service requirement for the 2018 Tax Allocation Refunding Bonds, Series BI outstanding at June 30, 2023, is as follows:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 7,765,000	\$ 3,763,041	\$ 11,528,041
2025	8,010,000	3,470,533	11,480,533
2026	8,345,000	3,163,190	11,508,190
2027	8,655,000	2,835,231	11,490,231
2028	8,925,000	2,490,762	11,415,762
2029-2023	40,945,000	6,815,147	47,760,147
2034-2038	6,530,000	1,411,505	7,941,505
2039-2034	2,905,000	244,000	3,149,000
Total	<u>\$92,080,000</u>	<u>\$24,193,409</u>	<u>\$116,273,409</u>

**Pledged Tax Revenues**

The City has pledged, as security for bonds issued, either directly or through the Pomona Public Financing Authority, certain tax revenues to the repayment of certain Successor Agency debts (bonds, loans, and advances) through final maturity of bonded debt on February 1, 2041, or earlier retirement, whichever occurs first.

Tax revenues consist of tax increment revenues allocated to the Successor Agency to various project areas pursuant to Section 33670 of the Redevelopment Law. Such Law excludes a portion of tax increment revenues required to be paid under Tax-Sharing agreements unless the payment of such amounts has been subordinated to the payment of debt service on the Bonds. Assembly Bill 1X 26 provided that upon dissolution of the Redevelopment Agency, property taxes allocated to redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to local agency and school entity pursuant to any pass-through agreement, then second to successor agencies to make payments on the indebtedness incurred by the dissolved redevelopment agency. For the current year, the total property tax revenue recognized by the Successor Agency was \$12,623,520 and the debt service payments on the bonds was \$12,175,854.



**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**19. SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY,  
Continued**

*E. Long-Term Liabilities, Continued*

**Pledged Tax Revenues, Continued**

Remaining balance on the debt at June 30, 2023, is as follows:

<u>Debt Issues</u>	
County of LA Agreement	\$ 62,294,253
1998 Series X Bonds	142,425
1998 Series Y Bonds	5,229,100
2018 Series BI Bonds	<u>116,273,409</u>
Total	<u>\$ 183,939,187</u>

*F. Compensated Absences*

The liability for vested and unpaid compensated absences (accrued, vacation, sick pay, executive leave, and comp time) is reported in the fund as the benefits are earned and vest.

	<u>Balance</u>			<u>Balance</u>	<u>Due Within</u>
	<u>July 1, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2023</u>	<u>One Year</u>
Compensated absences	<u>\$ 92,782</u>	<u>\$ 46,283</u>	<u>\$ 37,704</u>	<u>\$ 101,361</u>	<u>\$ 361</u>

*G. Insurance*

The Successor Agency is covered under the City of Pomona’s insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 17.

*H. Agreement for Allocation of Tax Increment Revenues*

On December 5, 1988, the former Redevelopment Agency entered into an agreement with the County whereby the County has agreed to provide sufficient allocation of tax increment revenues to allow the Successor Agency to meet its debt service agreements on dent it has incurred in connection with the Southwest Pomona Project Area. Beginning in fiscal year 1988-89, and thereafter for the life of the project, the County will provide a grant to the Successor Agency for any “deficiencies” in tax increment revenues allocated to the Successor Agency as described in the agreement. There were no intergovernmental revenues as result of the agreement for the year ended June 30, 2023.

**City of Pomona**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**20. EXPENDITURES IN EXCESS OF APPROPRIATIONS**

The following fund had expenditures in excess of appropriations for fiscal year 2023.

Nonmajor Special Revenue Fund	
Air Quality Improvement	\$ (150,149)

**21. PRIOR PERIOD ADJUSTMENT**

During 2023, prior period adjustment was made to book the missing interest payable of 2020 Series BJ Taxable Pension Obligation Refunding Bond.

	Government-wide Financial Statements
	<u>Governmental activities</u>
Net Position as previously reported at June 30, 2022	<u>\$ 63,088,272</u>
Prior Period Adjustments:	
Interest Payable	<u>(3,106,810)</u>
Net Position as restated at June 30, 2022	<u><u>\$ 59,981,462</u></u>

**22. SUBSEQUENT EVENTS**

Starting July 1, 2023, refuse services in the City will be outsourced to Athens Services. Athens Services will be responsible for providing recycling, organics, and waste collection services to single-family residences, multifamily properties, and commercial businesses within the City.

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**REQUIRED  
SUPPLEMENTARY INFORMATION**

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# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual General Fund

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>REVENUES:</b>				
Taxes	\$ 117,174,646	\$ 119,400,891	\$ 132,210,156	\$ 12,809,265
Licenses, permits and fees	7,606,411	8,536,411	10,125,740	1,589,329
Intergovernmental	262,000	3,418,428	3,460,584	42,156
Charges for services	4,171,128	4,171,128	3,225,957	(945,171)
Use of money and properties	448,034	448,034	1,449,025	1,000,991
Fines and forfeitures	2,269,524	2,269,524	2,854,239	584,715
Miscellaneous	687,024	1,129,024	2,030,029	901,005
<b>Total revenues</b>	<b>132,618,767</b>	<b>139,373,440</b>	<b>155,355,730</b>	<b>15,982,290</b>
<b>EXPENDITURES:</b>				
Current:				
General government	9,792,292	10,137,891	9,074,269	1,063,622
Public safety	102,617,819	102,049,646	102,141,499	(91,853)
Development services	15,315,429	16,082,346	15,121,593	960,753
Neighborhood services and library	7,213,347	6,816,141	5,611,528	1,204,613
Capital outlay	602,961	2,403,791	1,084,236	1,319,555
Debt service:				
Principal retirement	403,618	403,618	344,251	59,367
<b>Total expenditures</b>	<b>135,945,466</b>	<b>137,893,433</b>	<b>133,377,376</b>	<b>4,516,057</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(3,326,699)</b>	<b>1,480,007</b>	<b>21,978,354</b>	<b>20,498,347</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	8,918,970	9,106,199	2,033,709	(7,072,490)
Transfers out	(5,103,835)	(10,253,835)	(10,754,494)	(500,659)
Proceeds from sale of property	7,550	7,550	4,550	(3,000)
<b>Total other financing sources (uses)</b>	<b>3,822,685</b>	<b>(1,140,086)</b>	<b>(8,716,235)</b>	<b>17,441,255</b>
<b>Net change in fund balances</b>	<b>\$ 495,986</b>	<b>\$ 339,921</b>	<b>13,262,119</b>	<b>\$ 12,922,198</b>
<b>FUND BALANCES:</b>				
Beginning of year			49,697,832	
End of year			<b>\$ 62,959,951</b>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Housing Authority

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 21,260,668	\$ 22,360,008	\$ 21,999,482	\$ (360,526)
Charges for services	1,000	1,000	1,772	772
Use of money and properties	457,127	457,127	501,729	44,602
Miscellaneous	26,996	26,996	238,176	211,180
<b>Total revenues</b>	<b>21,745,791</b>	<b>22,845,131</b>	<b>22,741,159</b>	<b>(103,972)</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	22,399,120	23,756,477	23,156,198	600,279
<b>Total expenditures</b>	<b>22,399,120</b>	<b>23,756,477</b>	<b>23,156,198</b>	<b>600,279</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(653,329)</b>	<b>(911,346)</b>	<b>(415,039)</b>	<b>496,307</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	6,827	6,827
Transfers out	(206)	(499,414)	(184,282)	315,132
Proceeds from sale of property	-	-	214,002	214,002
<b>Total other financing sources (uses)</b>	<b>(206)</b>	<b>(499,414)</b>	<b>36,547</b>	<b>1,418,545</b>
<b>Net change in fund balances</b>	<b>\$ (653,535)</b>	<b>\$ (1,410,760)</b>	<b>(378,492)</b>	<b>\$ 1,032,268</b>
<b>FUND BALANCES:</b>				
Beginning of year			21,801,123	
End of year			<u>\$ 21,422,631</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual American Rescue Plan For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 21,348,278	\$ 33,770,830	\$ 4,869,598	\$ (28,901,232)
<b>Total revenues</b>	<b>21,348,278</b>	<b>33,770,830</b>	<b>4,869,598</b>	<b>(28,901,232)</b>
<b>EXPENDITURES:</b>				
Current:				
General government	5,235,000	7,665,000	469,999	7,195,001
Public safety	-	636,000	55,343	580,657
Development services	-	54,382	16,319	38,063
Neighborhood services and library	500,000	1,607,000	53,777	1,553,223
Capital outlay	-	218,352	211,208	7,144
<b>Total expenditures</b>	<b>5,735,000</b>	<b>10,180,734</b>	<b>806,646</b>	<b>9,374,088</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>15,613,278</b>	<b>23,590,096</b>	<b>4,062,952</b>	<b>(19,527,144)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(15,613,278)	(23,804,978)	(4,062,952)	19,742,026
<b>Total other financing sources (uses)</b>	<b>(15,613,278)</b>	<b>(23,804,978)</b>	<b>(4,062,952)</b>	<b>9,588,970</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (214,882)</b>	<b>-</b>	<b>\$ 214,882</b>
<b>FUND BALANCES:</b>				
Beginning of year				-
End of year			\$ -	

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**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

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**1. BUDGET AND BUDGETARY ACCOUNTING**

The City follows these procedures in establishing the budgetary data reflected in the fiscal statements:

- a. Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds, except that encumbrances are shown in the year incurred for budgetary purposes.
- b. On or before the last day in January each year, all operational units submit requests for appropriations to the City Manager for budget preparation purposes. The City Council holds public hearings, and a final budget must be adopted no later than June 30.
- c. The appropriated budget is prepared by fund, function, and department. The City's department directors, with approval of the Finance Director and City Manager, may make transfers of appropriations within a department and between departments with a fund. The legal level of budgetary control (i.e. the level at which expenditures may not legally exceed appropriations) is the fund level. The City Council made several supplemental budgetary appropriations throughout the year. The supplementary budgetary appropriations made in the various governmental funds are not detailed in the required supplementary information.
- d. Under encumbrance accounting, purchase orders, contracts and other commitments for expenditures are reported to reserve that portion of the applicable appropriations. Encumbrance accounting is employed as an extension of formal budgetary accounting. Unexpended appropriations lapse at year-end regardless of encumbrances.

**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

**2. Miscellaneous Plan-Agent Multiple-Employer**

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Fiscal Years\**

Measurement period	2014	2015	2016
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 3,310,829	\$ 3,161,189	\$ 3,278,100
Interest	18,086,982	18,495,828	19,115,591
Changes of assumptions	-	(4,427,183)	-
Differences between expected and actual experience	-	(3,363,816)	123,335
Benefit payments, including refunds of employee contributions	(12,464,852)	(13,367,634)	(14,106,985)
<b>Net change in the total pension liability</b>	<b>8,932,959</b>	<b>498,384</b>	<b>8,410,041</b>
<b>Total pension liability - beginning</b>	<b>245,736,775</b>	<b>254,669,734</b>	<b>255,168,118</b>
<b>Total pension liability - ending (a)</b>	<b>254,669,734</b>	<b>\$ 255,168,118</b>	<b>\$ 263,578,159</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 3,191,964	\$ 3,747,091	\$ 4,508,818
Contributions - employee	1,640,223	1,622,551	1,710,782
Net investment income	31,444,609	4,578,528	1,092,440
Benefit payments, including refunds of employee contributions	(12,464,852)	(13,367,634)	(14,106,985)
Administrative expense	-	(235,754)	(124,510)
Net plan to plan resource movement	-	(521)	30,199
Other miscellaneous income/(expense)	-	-	-
<b>Net change in plan fiduciary net position</b>	<b>23,811,944</b>	<b>(3,655,739)</b>	<b>(6,889,256)</b>
<b>Plan fiduciary net position - beginning</b>	<b>184,143,961</b>	<b>207,955,905</b>	<b>204,300,166</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 207,955,905</b>	<b>\$ 204,300,166</b>	<b>\$ 197,410,910</b>
Plan net pension liability/(assets)-ending (a) - (b)	\$ 46,713,829	\$ 50,867,952	\$ 66,167,249
Plan fiduciary net position as a percentage of the total pension liability	81.66%	80.06%	74.90%
Covered employee payroll	\$ 21,843,562	\$ 21,768,272	\$ 22,899,750
Plan net pension liability/(asset) as a percentage of covered payroll	213.86%	233.68%	288.94%

\*Historical information is required only for measurement years for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

**Notes to Schedule**

**Changes of Benefit Terms:** The figures above generally include any liability impact that may have resulted from voluntary benefit changes that occurred on or before the Measurement Date. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the Valuation Date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

**Changes of Assumptions:** Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates 2017 through 2021, 7.65% for measurement dates 2015 through 2016, and 7.50% for measurement date 2014.

	2017	2018	2019	2020	2021	2022
\$	3,757,355	\$ 3,684,403	\$ 3,678,697	\$ 3,689,145	\$ 3,917,757	\$ 4,535,202
	19,389,644	19,890,698	20,653,574	21,100,019	21,667,103	22,119,973
	15,726,854	(1,368,646)	-	-	-	9,158,812
	(2,724,421)	165,010	2,804,401	(1,647,018)	253,986	587,347
	(14,550,855)	(15,247,444)	(16,166,651)	(16,726,361)	(17,726,053)	(18,467,593)
	21,598,577	7,124,021	10,970,021	6,415,785	8,112,793	17,933,741
	263,578,159	285,176,736	292,300,757	303,270,778	309,686,563	317,799,356
\$	285,176,736	\$ 292,300,757	\$ 303,270,778	\$ 309,686,563	\$ 317,799,356	\$ 335,733,097
\$	4,965,420	\$ 5,562,823	\$ 6,340,816	\$ 7,644,926	\$ 84,587,763	\$ 2,512,909
	1,824,492	1,718,844	1,746,619	1,868,202	1,946,908	1,916,833
	21,714,550	17,509,262	14,226,888	10,972,762	66,627,438	(26,971,137)
	(14,550,855)	(15,247,444)	(16,166,651)	(16,726,361)	(17,726,053)	(18,467,593)
	(291,464)	(328,910)	(156,756)	(318,117)	(228,852)	(226,940)
	-	(510)	-	-	-	-
	-	(624,606)	510	-	-	-
	13,662,143	8,589,459	5,991,426	3,441,412	135,207,204	(41,235,928)
	197,410,910	211,073,053	219,662,512	225,653,938	229,095,350	364,302,554
\$	211,073,053	\$ 219,662,512	\$ 225,653,938	\$ 229,095,350	\$ 364,302,554	\$ 323,066,626
\$	74,103,683	\$ 72,638,245	\$ 77,616,840	\$ 80,591,213	\$ (46,503,198)	\$ 12,666,471
	74.01%	75.15%	74.41%	73.98%	114.63%	96.23%
\$	23,628,194	\$ 23,219,075	\$ 23,219,075	\$ 24,112,060	\$ 26,170,720	\$ 27,205,771
	313.62%	312.84%	334.28%	334.24%	-177.69%	46.56%

**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

**3. Safety Plan-Agent Multiple-Employer**

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Fiscal Years\**

Measurement period	2014	2015	2016
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 4,880,486	\$ 4,785,362	\$ 4,884,739
Interest	23,069,282	23,712,742	24,593,728
Changes in assumptions	-	(5,565,887)	-
Differences between expected and actual experience	-	(2,090,216)	1,506,206
Benefit payments, including refunds of employee contributions	(17,510,572)	(18,221,480)	(18,854,232)
<b>Net change in the total pension liability</b>	<b>10,439,196</b>	<b>2,620,521</b>	<b>12,130,441</b>
<b>Total pension liability - beginning</b>	<b>313,905,458</b>	<b>324,344,654</b>	<b>326,965,175</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 324,344,654</b>	<b>\$ 326,965,175</b>	<b>\$ 339,095,616</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 5,669,824	\$ 6,367,577	\$ 7,278,178
Contributions - employee	1,402,077	1,554,104	1,534,930
Net investment income	37,455,889	5,342,317	1,164,032
Benefit payments, including refunds of employee contributions	(17,510,572)	(18,221,480)	(18,854,232)
Administrative expense	-	(271,705)	(147,131)
Net plan to plan resource movement	-	521	1,096
Other miscellaneous income/(expense)	-	-	-
<b>Net change in plan fiduciary net position</b>	<b>27,017,218</b>	<b>(5,228,666)</b>	<b>(9,023,127)</b>
<b>Plan fiduciary net position - beginning</b>	<b>219,628,065</b>	<b>246,645,283</b>	<b>241,416,617</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 246,645,283</b>	<b>\$ 241,416,617</b>	<b>\$ 232,393,490</b>
Plan net pension liability/(assets)-ending (a) - (b)	\$ 77,699,371	\$ 85,548,558	\$ 106,702,126
Plan fiduciary net position as a percentage of the total pension liability	76.04%	73.84%	68.53%
Covered employee payroll	\$ 15,182,720	\$ 15,528,316	\$ 16,122,314
Plan net pension liability/(asset) as a percentage of covered payroll	511.76%	550.92%	661.83%

\*Historical information is required only for measurement years for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.

**Notes to Schedule**

**Changes of Benefit Terms:** The figures above generally include any liability impact that may have resulted from voluntary benefit changes that occurred on or before the Measurement Date. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the Valuation Date are not included in the figures above, unless the liability impact is deemed to be material by the plan actuary.

**Changes of Assumptions:** Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates 2017 through 2021, 7.65% for measurement dates 2015 through 2016, and 7.50% for measurement date 2014.

	2017	2018	2019	2020	2021	2022
\$	5,801,213	\$ 5,447,465	\$ 5,283,890	\$ 5,538,692	\$ 5,666,577	\$ 6,664,841
	24,844,637	25,520,009	26,641,545	27,404,181	28,253,540	28,982,162
	19,952,226	(1,916,304)	-	-	-	14,067,624
	(4,573,322)	1,433,848	6,506,181	1,100,494	2,054,460	376,821
	(19,795,369)	(21,286,165)	(22,125,918)	(22,848,264)	(23,515,991)	(24,457,571)
	26,229,385	9,198,853	16,305,698	11,195,103	12,458,586	25,633,877
	339,095,616	365,325,001	374,523,854	390,829,552	402,024,655	414,483,241
\$	<u>365,325,001</u>	<u>\$ 374,523,854</u>	<u>\$ 390,829,552</u>	<u>\$ 402,024,655</u>	<u>\$ 414,483,241</u>	<u>\$ 440,117,118</u>
\$	8,239,937	\$ 8,917,280	\$ 10,065,972	\$ 12,010,910	\$ 144,351,077	\$ 4,599,974
	1,568,799	1,611,014	1,577,765	1,935,321	1,854,431	1,928,955
	25,441,922	20,385,914	16,534,386	12,709,328	86,029,275	(35,144,275)
	(19,795,369)	(21,286,165)	(22,125,918)	(22,848,264)	(23,515,991)	(24,457,571)
	(343,113)	(385,682)	(182,698)	(369,194)	(265,042)	(295,135)
	-	(596)	-	-	-	-
	-	(732,417)	596	-	-	-
	15,112,176	8,509,348	5,870,103	3,438,101	208,453,750	(53,368,052)
	232,393,490	247,505,666	256,015,014	261,885,117	265,323,218	473,776,968
\$	<u>247,505,666</u>	<u>\$ 256,015,014</u>	<u>\$ 261,885,117</u>	<u>\$ 265,323,218</u>	<u>\$ 473,776,968</u>	<u>\$ 420,408,916</u>
\$	<u>117,819,335</u>	<u>\$ 118,508,840</u>	<u>\$ 128,944,435</u>	<u>\$ 136,701,437</u>	<u>\$ (59,293,727)</u>	<u>\$ 19,708,202</u>
	67.75%	68.36%	67.01%	66.00%	114.31%	95.52%
\$	17,199,482	\$ 16,421,383	\$ 15,989,983	\$ 16,804,283	\$ 17,408,839	\$ 18,436,629
	685.02%	721.67%	806.41%	813.49%	-340.60%	106.90%

**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

**4. Collateral Benefits Plan**

*Schedule of Changes in the Net Pension Liability and Related Ratios - Last 10 Fiscal Years\**

	2018	2019	2020
<b>TOTAL PENSION LIABILITY</b>			
Service cost	\$ 8,761	\$ 8,761	\$ 9,330
Interest	61,845	59,294	56,133
Differences between expected and actual experience	-	-	-
Benefit Payment	(114,500)	(122,900)	(111,400)
<b>Net change in the total pension liability</b>	<b>(43,894)</b>	<b>(54,845)</b>	<b>(45,937)</b>
<b>Total pension liability - beginning</b>	<b>1,007,818</b>	<b>963,924</b>	<b>909,079</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 963,924</b>	<b>\$ 909,079</b>	<b>\$ 863,142</b>
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	-	102,949	167,769
Net investment income	13,113	8,427	3,889
Benefit payments, including refunds of employee contributions	(114,500)	(122,900)	(111,400)
Administrative expense	(126)	(124)	-
<b>Net change in fiduciary net position</b>	<b>(101,513)</b>	<b>(11,648)</b>	<b>60,258</b>
<b>Plan fiduciary net position - beginning</b>	<b>284,669</b>	<b>183,156</b>	<b>171,508</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 183,156</b>	<b>\$ 171,508</b>	<b>\$ 231,766</b>
<b>Plan net pension liability/(assets)-ending (a) - (b)</b>	<b>\$ 780,768</b>	<b>\$ 737,571</b>	<b>\$ 631,376</b>
Plan fiduciary net position as a percentage of the total pension liability	19.00%	18.87%	26.85%
Covered employee payroll	N/A	N/A	N/A
Plan net pension liability/(asset) as a percentage of covered payroll	N/A	N/A	N/A

(1) Historical information is required only for measurement years for which GASB 68 is applicable.

**Notes to Schedule**

**Benefit Changes:** There were no changes to benefit terms

**Changes of Assumptions:** There were no changes of assumptions.

2021	2022	2023
\$ 8,023	\$ 8,023	\$ 8,544
52,950	54,678	51,886
76,786	-	-
(114,900)	(107,360)	(104,960)
22,859	(44,659)	(44,530)
863,142	886,001	841,342
<u>\$ 886,001</u>	<u>\$ 841,342</u>	<u>\$ 796,812</u>
-	333,578	261,388
32,324	(27,669)	20,328
(114,900)	(107,360)	(104,960)
(1,181)	(200)	(200)
(83,757)	198,349	176,556
231,766	148,009	346,358
<u>\$ 148,009</u>	<u>\$ 346,358</u>	<u>\$ 522,914</u>
<u>\$ 737,992</u>	<u>\$ 494,984</u>	<u>\$ 273,898</u>
16.71%	41.17%	65.63%
N/A	N/A	N/A
N/A	N/A	N/A

**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

**5. Miscellaneous Plan-Agent Multiple-Employer**  
**Schedule of Plan Contributions - Last 10 Fiscal Years\***

<b>Fiscal Year End</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
Actuarially determined contribution	\$ 3,191,964	\$ 3,747,091	\$ 4,508,818	\$ 4,965,420
Contributions in relation to actuarially determined contributions	(3,191,964)	(3,747,091)	(4,508,818)	(4,965,420)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 21,843,562	\$ 21,768,272	\$ 22,899,750	\$ 23,628,194
Contributions as a percentage of covered employee payroll	14.61%	17.21%	19.69%	21.01%

**Notes to Schedule**

Valuation date June 30, 2021

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Actuarial Cost Method
Amortization method	For details, see June 30, 2019 Funding Valuation Report.
Asset valuation method	Fair Value of Assets.
Inflation	2.50%
Payroll growth	2.75%
Projected salary increases	Varies by entry age and service
Investment rate of return	7.00% Net of Administrative Expenses.
Retirement age	The probabilities of retirement are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015.
Mortality	The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

\*Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.





<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 5,562,823	\$ 6,340,816	\$ 7,644,926	\$ 8,255,703	\$ 2,512,909	\$ 2,727,144
(5,562,823)	(6,340,816)	(7,644,926)	(84,587,763)	(2,512,909)	(2,727,144)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (76,332,060)</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 23,219,075	\$ 23,531,614	\$ 24,112,060	\$ 26,170,720	\$ 27,205,771	\$ 31,287,670
23.96%	26.95%	31.71%	323.22%	9.24%	8.72%

**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

**6. Safety Plan-Agent Multiple-Employer**  
*Schedule of Plan Contributions - Last 10 Fiscal Years\**

Fiscal Year End	2014	2015	2016	2017
Actuarially determined contribution	\$ 5,669,824	\$ 6,367,577	\$ 7,278,178	\$ 8,239,937
Contributions in relation to actuarially determined contributions	(5,669,824)	(6,367,577)	(7,278,178)	(8,239,937)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 15,182,720	\$ 15,528,316	\$ 16,122,314	\$ 17,199,482
Contributions as a percentage of covered employee payroll	37.34%	41.01%	45.14%	47.91%

**Notes to Schedule**

Valuation date June 30, 2021

**Methods and assumptions used to determine contribution rates:**

Actuarial cost method	Entry Age Actuarial Cost Method
Amortization method	For details, see June 30, 2019 Funding Valuation Report.
Asset valuation method	Fair Value of Assets.
Inflation	2.50%
Payroll growth	2.75%
Projected salary increases	Varies by entry age and service
Investment rate of return	7.00% Net of Administrative Expenses.
Retirement age	The probabilities of retirement are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015.
Mortality	The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.

\*Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.



<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 8,917,280	\$ 10,065,972	\$ 12,010,910	\$ 13,214,474	\$ 4,599,974	\$ 4,826,361
(8,917,280)	(10,065,972)	(12,010,910)	(144,351,077)	(4,599,974)	(4,826,361)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (131,136,603)</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 16,421,383	\$ 15,989,983	\$ 16,804,283	\$ 17,408,839	\$ 18,436,629	\$ 18,524,405
54.30%	62.95%	71.48%	829.18%	24.95%	26.05%

**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

**7. Collateral Benefits Plan**  
*Schedule of Plan Contributions*

<b>Fiscal Year Ended</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
Actuarially determined contribution	\$ 110,032	\$ 102,949	\$ 102,949	\$ 102,949
Contributions in relation to actuarially determined contributions	(110,032)	(102,949)	(102,949)	(114,500)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ (11,551)
Covered payroll	N/A	N/A	N/A	N/A
Contributions as a percentage of covered employee payroll	N/A	N/A	N/A	N/A

**Notes to Schedule**

Valuation date June 30, 2021

**Methods and assumptions used to determine contribution rates:**

Actuarial cost method	Entry Age Normal Cost Method
Amortization method	Level dollar of payroll
Asset valuation method	Market value
Inflation	N/A
Payroll growth	N/A
Projected salary increases	N/A
Investment rate of return	6.50% Net of Administrative Expenses.
Retirement age	The retirement rates are consistent with those used to value the Miscellaneous Public Agency CalPERS "2.0% at age 55" Pension Plans for retirees with 25 years of service.
Mortality	Consistent with the Non-industrial rates used for the value of Miscellaneous Public Agency CalPERS Pension Plans.

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only nine years are shown.



<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 102,949	\$ 167,769	\$ -	\$ 166,789	\$ 261,388
(102,949)	(167,769)	(166,789)	(333,578)	(261,388)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (166,789)</u>	<u>\$ (166,789)</u>	<u>\$ -</u>
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A

**City of Pomona**  
**Required Supplementary Information**  
**For the year ended June 30, 2023**

**8. Schedule of Changes in the Total OPEB Liability and Related Ratios**  
**Last 10 Fiscal Years\***

	2018	2019	2020
<b>TOTAL OPEB LIABILITY</b>			
Service cost	\$ 2,019,938	\$ 2,322,129	\$ 2,391,793
Interest on total pension liability	3,382,262	3,193,265	3,459,741
Differences between expected and actual experience	-	-	(2,406,146)
Changes of assumptions	5,151,873	(5,689,789)	10,014,158
Benefit payments	\$ (4,149,518)	(4,419,147)	(4,532,965)
<b>Net change in the total OPEB liability</b>	6,404,555	(4,593,542)	8,926,581
<b>Total pension liability - beginning</b>	90,248,485	96,653,040	92,059,498
<b>Total pension liability - ending (a)</b>	96,653,040	\$ 92,059,498	\$ 100,986,079
<b>PLAN FIDUCIARY NET POSITION</b>			
Contributions - employer	\$ 4,149,518	\$ 4,419,147	\$ 4,532,965
Benefit payments	(4,149,518)	(4,419,147)	(4,532,965)
<b>Net change in plan fiduciary net position</b>	-	-	-
<b>Plan fiduciary net position - beginning</b>	-	-	-
<b>Plan fiduciary net position - ending (b)</b>	\$ -	\$ -	\$ -
<b>Net OPEB liability - ending (a) - (b)</b>	\$ 96,653,040	\$ 92,059,498	\$ 100,986,079
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%
Covered employee payroll	\$ 40,827,676	\$ 40,570,643	\$ 42,681,546
Total OPEB liability as a percentage of covered payroll	236.73%	226.91%	236.60%

**Notes to the Schedule:** There is no asset held in the trust for the plan.

**Changes in assumptions:** In 2023, the accounting discount rate increased from 2.06 percent to 3.72 percent. In 2022, the accounting discount rate reduced from 2.12 percent to 2.06 percent.

(1) Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

	<b>2021</b>	<b>2022</b>	<b>2023</b>
\$	2,438,598	\$ 2,859,647	\$ 2,822,540
	2,693,897	2,280,032	2,165,147
	-	(3,389,740)	
	7,273,004	726,306	(18,337,844)
	(4,862,846)	(4,819,774)	(4,984,455)
	7,542,653	(2,343,529)	(18,334,612)
	100,986,079	108,528,732	106,185,203
\$	<u>108,528,732</u>	<u>\$ 106,185,203</u>	<u>\$ 87,850,591</u>
\$	4,862,846	\$ 4,819,774	\$ 4,984,455
	(4,862,846)	(4,819,774)	(4,984,455)
	-	-	-
	-	-	-
\$	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
\$	<u>108,528,732</u>	<u>\$ 106,185,203</u>	<u>\$ 87,850,591</u>
	0.00%	0.00%	0.00%
\$	44,535,741	\$ 47,515,353	\$ 43,591,147
	243.69%	223.48%	201.53%

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# SUPPLEMENTARY INFORMATION

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# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual General Government For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 292,716	\$ 292,716	\$ 438,286	\$ 145,570
Use of money and properties	-	-	13,773	13,773
<b>Total revenues</b>	<b>292,716</b>	<b>292,716</b>	<b>452,059</b>	<b>159,343</b>
<b>EXPENDITURES:</b>				
Debt service:				
Principal retirement	7,909,328	7,909,328	6,995,443	913,885
Interest and fiscal charges	10,584,481	10,584,481	9,685,592	898,889
<b>Total expenditures</b>	<b>18,493,809</b>	<b>18,493,809</b>	<b>16,681,035</b>	<b>1,812,774</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(18,201,093)</b>	<b>(18,201,093)</b>	<b>(16,228,976)</b>	<b>1,972,117</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	20,419,293	20,419,293	18,602,627	(1,816,666)
Transfers out	(2,220,000)	(2,220,000)	-	2,220,000
<b>Total other financing sources (uses)</b>	<b>18,199,293</b>	<b>18,199,293</b>	<b>18,602,627</b>	<b>4,188,225</b>
<b>Net change in fund balances</b>	<b>\$ (1,800)</b>	<b>\$ (1,800)</b>	<b>2,373,651</b>	<b>\$ 2,375,451</b>
<b>FUND BALANCES:</b>				
Beginning of year			(67,511,293)	
End of year			<u>\$ (65,137,642)</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Public Financing Authority For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Use of money and properties	\$ 833	\$ 833	\$ 1,681	\$ 848
<b>Total revenues</b>	<b>833</b>	<b>833</b>	<b>1,681</b>	<b>848</b>
<b>EXPENDITURES:</b>				
Debt service:				
Principal retirement	2,220,000	2,220,000	2,220,000	-
Interest and fiscal charges	113,292	114,803	42	114,761
<b>Total expenditures</b>	<b>2,333,292</b>	<b>2,334,803</b>	<b>2,220,042</b>	<b>114,761</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(2,332,459)</b>	<b>(2,333,970)</b>	<b>(2,218,361)</b>	<b>115,609</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	2,220,000	2,220,000	-	(2,220,000)
<b>Total other financing sources (uses)</b>	<b>2,220,000</b>	<b>2,220,000</b>	<b>-</b>	<b>(1,989,630)</b>
<b>Net change in fund balances</b>	<b>\$ (112,459)</b>	<b>\$ (113,970)</b>	<b>(2,218,361)</b>	<b>\$ (2,104,391)</b>
<b>FUND BALANCES:</b>				
Beginning of year			68,220,071	
End of year			<u>\$ 66,001,710</u>	

**City of Pomona**  
**Nonmajor Governmental Funds**  
**Year Ended June 30, 2023**

**Nonmajor Special Revenue Funds**

The **Miscellaneous Grant Fund** accounts for revenues received and expenditures made for federal, state and or county approved programs and projects.

The **Community Development Block Grant (CDBG) Fund** accounts for funds received from the U.S. Department of Housing and Urban Development to develop viable urban communities by providing decent housing and a suitable environment and expand economic opportunity for persons of low and moderate income.

The **State Gas Tax Fund** accounts for revenues received and expenditures made for general street improvement and maintenance. The revenue consists of the City's share of state gasoline taxes collected under Sections 2105, 2106, 2107.5 of the Street and Highway Code.

The **Proposition "A" Fund** accounts for the receipt and disbursement of funds derived from the one-half cent sales tax imposed by the Proposition "A" ordinance of the Los Angeles County Transportation Commission. The funds are used to finance public transportation projects.

The **Proposition "C" Fund** accounts for the receipt and disbursement of funds derived from a 1990-91 increase in County sales tax. The funds are used to finance transit and transit-related projects.

The **Vehicle Parking District Fund** accounts for operation, maintenance, capital improvements, and administration of parking lots in the downtown business area. Revenues are received from parking fees.

The **Air Quality Improvement Fund** accounts for revenues and expenditures made for air quality improvement projects. The revenues consist of funds received from the South Coast Air Quality Management District (SCAQMD) in accordance with AB2766.

The **Landscape Maintenance District Fund** accounts for revenues received and expenditures made for landscape and lighting maintenance in various areas of the City. Revenues consist of assessments received from property owners.

The **Asset Forfeiture Fund** accounts for the City's share of assets seized by law enforcement agencies. The monies are used for law enforcement purposes.

The **Traffic Offender Fund** accounts for the fees collected for the impoundment of vehicles and expenditures for the enforcement, education, and prosecution of drivers with a suspended or revoked license as well as unlicensed drivers operating a motor vehicle.

The **Measure "R" Fund** accounts for street maintenance, traffic signal, street light maintenance, traffic paint and sign services which are funded with one-half cent sales tax revenue.

The **Measure "M" Fund** accounts for new transit and highway projects, enhances bus and rail operations, and several other transportation improvements in Los Angeles County which is funded with one half cent sales tax revenue.

The **Special Fees Fund** accounts for fee analysis rate review and public art fees.

**City of Pomona**  
**Nonmajor Governmental Funds**  
**Year Ended June 30, 2023**

**Nonmajor Special Revenue Funds (Continued)**

The **PEG Fee Fund** accounts for Public, Education, and Government (PEG) fees collected by service providers through the franchisee agreement with the City. These fees pay for capital equipment and projects that provide for continuation of PEG programming.

The **OATH (Officers Assisting the Homeless) Initiative Fund** accounts for providing local police officers with the proper tools based on nationally recognized best practices and trauma-informed care for interactions with the homeless population.

The **Fairplex Mitigation Fund** accounts for City revenue from Fairplex events to fund public safety measures and initiatives to those residents most impacted by Fairplex events.

The **Measure "W" Fund** accounts for City revenue approved by Los Angeles County voters with funds to capture, treat and recycle stormwater.

The **Cannabis Community Benefit Fund** accounts for City revenue for permitted commercial cannabis businesses within City limits.

**Nonmajor Capital Projects Funds**

The **Capital Project Funds** accounts for the various capital projects throughout the City.

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

	Special Revenue Funds			
	Miscellaneous Grants	Community Development Block Grant	State Gas Tax	Proposition A
<b>ASSETS</b>				
Cash and investments	\$ 174,239	\$ -	\$ 4,197,818	\$ 1,972,599
Receivables (net):				
Accounts	150,000	-	-	3,000
Notes and loans	20,098,081	1,570,486	-	-
Interest	21,866	-	24,404	18,729
Due from other governments	5,525,686	653,943	928,837	-
Advances to other funds	-	-	-	-
Restricted assets:				
Restricted cash and investments	-	-	-	-
Cash with fiscal agent	-	-	-	-
<b>Total assets</b>	<b>\$ 25,969,872</b>	<b>\$ 2,224,429</b>	<b>\$ 5,151,059</b>	<b>\$ 1,994,328</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 894,301	\$ 108,962	\$ 301,861	\$ 104,029
Payroll payable	76,096	28,781	30,936	5,243
Deposits payable	-	-	-	-
Retentions payable	35,450	-	-	-
Due to other funds	-	232,353	-	-
Unearned revenues	378,625	-	-	-
<b>Total liabilities</b>	<b>1,384,472</b>	<b>370,096</b>	<b>332,797</b>	<b>109,272</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	3,504,462	893,805	-	-
<b>Total deferred inflows of resources</b>	<b>3,504,462</b>	<b>893,805</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted:				
Development services and public works	-	960,528	4,818,262	1,885,056
Public safety	-	-	-	-
Neighborhood service	21,080,938	-	-	-
Assessment district improvement	-	-	-	-
Capital projects	-	-	-	-
Parks and recreation	-	-	-	-
<b>Total fund balances</b>	<b>21,080,938</b>	<b>960,528</b>	<b>4,818,262</b>	<b>1,885,056</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 25,969,872</b>	<b>\$ 2,224,429</b>	<b>\$ 5,151,059</b>	<b>\$ 1,994,328</b>



Special Revenue Funds

Proposition C	Vehicle Parking District	Air Quality Improvement	Landscape Maintenance District	Asset Forfeiture	Traffic Offender
\$ 10,558,583	\$ 2,749,411	\$ 347,537	\$ 524,947	\$ 1,225,178	\$ 666,803
-	10,704	49,949	-	-	-
-	-	-	-	-	-
59,787	10,626	1,788	2,967	6,992	3,619
249,058	(1,681)	-	30,221	-	-
-	304,435	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 10,867,428</u>	<u>\$ 3,073,495</u>	<u>\$ 399,274</u>	<u>\$ 558,135</u>	<u>\$ 1,232,170</u>	<u>\$ 670,422</u>
\$ 29,895	\$ 22,661	\$ 55,881	\$ 61,830	\$ 86,757	\$ 88
2,501	6,240	196	6,208	-	3,068
-	17,334	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>32,396</u>	<u>46,235</u>	<u>56,077</u>	<u>68,038</u>	<u>86,757</u>	<u>3,156</u>
-	-	-	-	-	-
-	-	-	-	-	-
10,835,032	3,027,260	343,197	-	-	-
-	-	-	-	1,145,413	667,266
-	-	-	-	-	-
-	-	-	490,097	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>10,835,032</u>	<u>3,027,260</u>	<u>343,197</u>	<u>490,097</u>	<u>1,145,413</u>	<u>667,266</u>
<u>\$ 10,867,428</u>	<u>\$ 3,073,495</u>	<u>\$ 399,274</u>	<u>\$ 558,135</u>	<u>\$ 1,232,170</u>	<u>\$ 670,422</u>

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

	Special Revenue Funds			
	Measure R	Measure M	Special Fees	PEG Fee
<b>ASSETS</b>				
Cash and investments	\$ 4,461,445	\$ 4,319,973	\$ 3,750,878	\$ 577,864
Receivables (net):				
Accounts	-	-	-	28,623
Notes and loans	-	-	-	-
Interest	25,545	26,075	-	-
Due from other governments	186,784	211,284	-	-
Advances to other funds	-	-	-	-
Restricted assets:				
Restricted cash and investments	-	-	-	-
Cash with fiscal agent	-	-	-	-
<b>Total assets</b>	<b>\$ 4,673,774</b>	<b>\$ 4,557,332</b>	<b>\$ 3,750,878</b>	<b>\$ 606,487</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 110,452	\$ 72,676	\$ 201,188	\$ 10,320
Payroll payable	18,565	13,950	1,624	-
Deposits payable	-	-	-	-
Retentions payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
<b>Total liabilities</b>	<b>129,017</b>	<b>86,626</b>	<b>202,812</b>	<b>10,320</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	-	-	-	-
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
Restricted:				
Development services and public works	4,544,757	4,470,706	3,548,066	596,167
Public safety	-	-	-	-
Neighborhood service	-	-	-	-
Assessment district improvement	-	-	-	-
Capital projects	-	-	-	-
Parks and recreation	-	-	-	-
<b>Total fund balances</b>	<b>4,544,757</b>	<b>4,470,706</b>	<b>3,548,066</b>	<b>596,167</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 4,673,774</b>	<b>\$ 4,557,332</b>	<b>\$ 3,750,878</b>	<b>\$ 606,487</b>

Special Revenue Funds				Capital Project Funds	
OATH Initiative	Fairplex Mitigation Fund	Measure W	Cannabis Community Benefit Fund	Capital Outlay Capital Projects Fund	Assessment District Improvement
\$ 2,544,773	\$ 923,245	\$ 6,658,173	\$ 576,174	\$ 14,251,033	\$ 240,153
-	43,677	-	-	1,493,059	-
-	-	-	-	-	-
-	-	40,590	-	5,892	-
-	-	-	-	3,005,686	-
-	-	-	-	-	-
-	-	-	-	14,456	-
-	-	-	-	587,463	-
<u>\$ 2,544,773</u>	<u>\$ 966,922</u>	<u>\$ 6,698,763</u>	<u>\$ 576,174</u>	<u>\$ 19,357,589</u>	<u>\$ 240,153</u>
\$ 100,002	\$ -	\$ 2,411	\$ -	\$ 1,781,251	\$ -
36,215	-	1,892	-	26,941	-
-	-	-	-	68,814	226,292
-	-	-	-	529,595	-
-	-	-	-	-	-
2,408,556	-	5,142,742	-	2,985,187	-
<u>2,544,773</u>	<u>-</u>	<u>5,147,045</u>	<u>-</u>	<u>5,391,788</u>	<u>226,292</u>
-	-	-	-	3,009,036	-
-	-	-	-	3,009,036	-
-	966,922	1,551,718	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	13,861
-	-	-	-	10,956,765	-
-	-	-	576,174	-	-
<u>-</u>	<u>966,922</u>	<u>1,551,718</u>	<u>576,174</u>	<u>10,956,765</u>	<u>13,861</u>
<u>\$ 2,544,773</u>	<u>\$ 966,922</u>	<u>\$ 6,698,763</u>	<u>\$ 576,174</u>	<u>\$ 19,357,589</u>	<u>\$ 240,153</u>

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

	Total Nonmajor Governmental Funds
<b>ASSETS</b>	
Cash and investments	\$ 60,720,826
Receivables (net):	
Accounts	1,779,012
Notes and loans	21,668,567
Interest	248,880
Due from other governments	10,789,818
Advances to other funds	304,435
Restricted assets:	
Restricted cash and investments	14,456
Cash with fiscal agent	587,463
<b>Total assets</b>	<b>\$ 96,113,457</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	
<b>Liabilities:</b>	
Accounts payable	\$ 3,944,565
Payroll payable	258,456
Deposits payable	312,440
Retentions payable	565,045
Due to other funds	232,353
Unearned revenues	10,915,110
<b>Total liabilities</b>	<b>16,227,969</b>
<b>Deferred Inflows of Resources</b>	
Unavailable revenue	7,407,303
<b>Total deferred inflows of resources</b>	<b>7,407,303</b>
<b>Fund Balances:</b>	
Restricted:	
Development services and public works	37,547,671
Public safety	1,812,679
Neighborhood service	21,080,938
Assessment district improvement	503,958
Capital projects	10,956,765
Parks and recreation	576,174
<b>Total fund balances</b>	<b>72,478,185</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 96,113,457</b>

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**City of Pomona**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2023**

	Special Revenue Funds			
	Miscellaneous Grants	Community Development Block Grant	State Gas Tax	Proposition A
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Licenses, permits and fees	-	-	-	-
Intergovernmental	11,080,124	2,871,821	7,198,758	3,984,873
Charges for services	-	-	-	-
Use of money and properties	840,974	-	70,866	131,513
Miscellaneous	691,927	-	27,323	-
<b>Total revenues</b>	<b>12,613,025</b>	<b>2,871,821</b>	<b>7,296,947</b>	<b>4,116,386</b>
<b>EXPENDITURES:</b>				
Current:				
General government	196,784	-	-	-
Public safety	773,995	-	-	-
Development services	6,835,195	1,840,321	4,168,011	7,142,027
Neighborhood services and library	890,181	-	-	-
Capital outlay	4,065,994	-	-	-
Debt service:				
Principal retirement	-	20,000	65,148	-
Interest and fiscal charges	-	644	-	-
<b>Total expenditures</b>	<b>12,762,149</b>	<b>1,860,965</b>	<b>4,233,159</b>	<b>7,142,027</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(149,124)</b>	<b>1,010,856</b>	<b>3,063,788</b>	<b>(3,025,641)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	102,339	-	131,750	-
Transfers out	(9,717)	(1,057,275)	(3,060,315)	(58,623)
Proceeds from sale of property	-	-	6,315	-
<b>Total other financing sources (uses)</b>	<b>92,622</b>	<b>(1,057,275)</b>	<b>(2,922,250)</b>	<b>(58,623)</b>
Special item	-	-	-	-
<b>Net change in fund balances</b>	<b>(56,502)</b>	<b>(46,419)</b>	<b>141,538</b>	<b>(3,084,264)</b>
<b>FUND BALANCES:</b>				
Beginning of year	21,137,440	1,006,947	4,676,724	4,969,320
End of year	\$ 21,080,938	\$ 960,528	\$ 4,818,262	\$ 1,885,056

Special Revenue Funds

Proposition C	Vehicle Parking District	Air Quality Improvement	Landscape Maintenance District	Asset Forfeiture	Traffic Offender
\$ -	\$ 13,319	\$ -	\$ -	\$ -	\$ -
-	-	-	1,254,901	-	-
-	-	-	-	-	-
3,299,118	-	197,699	-	42,665	-
-	112,805	-	-	-	161,525
78,344	620,107	8,545	6,746	22,000	11,254
-	-	-	-	(886)	-
3,377,462	746,231	206,244	1,261,647	63,779	172,779
-	592,272	-	-	-	-
-	-	-	-	428,306	124,486
132,463	-	39,433	1,281,796	-	-
-	-	-	-	-	-
-	-	357,902	-	62,349	-
-	-	-	-	-	-
-	-	-	-	-	-
132,463	592,272	397,335	1,281,796	490,655	124,486
3,244,999	153,959	(191,091)	(20,149)	(426,876)	48,293
-	-	-	-	-	-
(717,258)	-	-	-	-	-
-	829,121	-	-	-	500
(717,258)	829,121	-	-	-	500
-	-	-	-	-	-
2,527,741	983,080	(191,091)	(20,149)	(426,876)	48,793
8,307,291	2,044,180	534,288	510,246	1,572,289	618,473
\$ 10,835,032	\$ 3,027,260	\$ 343,197	\$ 490,097	\$ 1,145,413	\$ 667,266

**City of Pomona**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2023**

	Special Revenue Funds			
	Measure R	Measure M	Special Fees	PEG Fee
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Special assessments	-	-	-	-
Licenses, permits and fees	-	-	1,083,414	123,793
Intergovernmental	2,473,625	2,798,200	-	-
Charges for services	-	-	-	-
Use of money and properties	45,258	38,698	(32,497)	(5,284)
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>2,518,883</b>	<b>2,836,898</b>	<b>1,050,917</b>	<b>118,509</b>
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Development services	1,549,615	1,132,487	528,708	-
Neighborhood services and library	-	-	-	-
Capital outlay	-	-	-	12,245
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>1,549,615</b>	<b>1,132,487</b>	<b>528,708</b>	<b>12,245</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>969,268</b>	<b>1,704,411</b>	<b>522,209</b>	<b>106,264</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	-	-
Transfers out	(322,138)	(626,270)	-	(7,814)
Proceeds from sale of property	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(322,138)</b>	<b>(626,270)</b>	<b>-</b>	<b>(7,814)</b>
Special item	-	-	-	-
<b>Net change in fund balances</b>	<b>647,130</b>	<b>1,078,141</b>	<b>522,209</b>	<b>98,450</b>
<b>FUND BALANCES:</b>				
Beginning of year	3,897,627	3,392,565	3,025,857	497,717
End of year	\$ 4,544,757	\$ 4,470,706	\$ 3,548,066	\$ 596,167



Special Revenue Funds				Capital Project Funds	
OATH Initiative	Fairplex Mitigation Fund	Measure W	Cannabis Community Benefit Fund	Capital Outlay Capital Projects Fund	Assessment District Improvement
\$ -	\$ -	\$ 2,720,673	\$ 359,934	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	544,365	-
1,372,707	248,112	-	-	2,553,936	-
-	-	-	-	2,215,400	-
-	-	66,779	-	39,295	-
-	-	-	-	-	-
1,372,707	248,112	2,787,452	359,934	5,352,996	-
-	-	-	-	-	-
1,371,135	-	-	-	-	-
-	-	342,243	-	-	-
-	-	-	-	-	-
1,572	-	-	-	17,174,872	-
-	-	-	-	1,029,831	-
-	-	-	-	-	-
1,372,707	-	342,243	-	18,204,703	-
-	248,112	2,445,209	359,934	(12,851,707)	-
-	-	-	-	16,769,100	-
-	-	(753,663)	-	(148,556)	-
-	-	-	-	16,320	-
-	-	(753,663)	-	16,636,864	-
-	-	-	-	-	-
-	248,112	1,691,546	359,934	3,785,157	-
-	718,810	(139,828)	216,240	7,171,608	13,861
\$ -	\$ 966,922	\$ 1,551,718	\$ 576,174	\$ 10,956,765	\$ 13,861

**City of Pomona**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the year ended June 30, 2023**

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	Total Nonmajor Governmental Funds
	<u>                    </u>
<b>REVENUES:</b>	
Taxes	\$ 3,093,926
Special assessments	1,254,901
Licenses, permits and fees	1,751,572
Intergovernmental	38,121,638
Charges for services	2,489,730
Use of money and properties	1,942,598
Miscellaneous	718,364
	<u>                    </u>
<b>Total revenues</b>	<u>49,372,729</u>
<b>EXPENDITURES:</b>	
Current:	
General government	789,056
Public safety	2,697,922
Development services	24,992,299
Neighborhood services and library	890,181
Capital outlay	21,674,934
Debt service:	
Principal retirement	1,114,979
Interest and fiscal charges	644
	<u>                    </u>
<b>Total expenditures</b>	<u>52,160,015</u>
<b>REVENUES OVER (UNDER)</b>	
<b>EXPENDITURES</b>	<u>(2,787,286)</u>
<b>OTHER FINANCING SOURCES (USES):</b>	
Transfers in	17,003,189
Transfers out	(6,761,629)
Proceeds from sale of property	852,256
	<u>                    </u>
<b>Total other financing sources (uses)</b>	<u>11,093,816</u>
Special item	<u>                    -</u>
<b>Net change in fund balances</b>	8,306,530
<b>FUND BALANCES:</b>	
Beginning of year	64,171,655
	<u>                    </u>
End of year	<u>\$ 72,478,185</u>

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Miscellaneous Grants

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 19,400,918	\$ 39,109,949	\$ 11,080,124	\$ (28,029,825)
Use of money and properties	9,002	9,002	840,974	831,972
Miscellaneous	530,934	1,183,257	691,927	(491,330)
<b>Total revenues</b>	<b>19,940,854</b>	<b>40,302,208</b>	<b>12,613,025</b>	<b>(27,689,183)</b>
<b>EXPENDITURES:</b>				
Current:				
General government	-	5,144,940	196,784	4,948,156
Public safety	1,285,359	2,076,682	773,995	1,302,687
Development services	15,319,190	27,175,263	6,835,195	20,340,068
Neighborhood services and library	637,294	1,167,730	890,181	277,549
Capital outlay	526,628	4,967,373	4,065,994	901,379
<b>Total expenditures</b>	<b>17,768,471</b>	<b>40,531,988</b>	<b>12,762,149</b>	<b>27,769,839</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,172,383</b>	<b>(229,780)</b>	<b>(149,124)</b>	<b>80,656</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	98,873	98,873	102,339	3,466
Transfers out	-	-	(9,717)	(9,717)
<b>Total other financing sources (uses)</b>	<b>98,873</b>	<b>98,873</b>	<b>92,622</b>	<b>27,844,244</b>
<b>Net change in fund balances</b>	<b>\$ 2,271,256</b>	<b>\$ (130,907)</b>	<b>(56,502)</b>	<b>\$ 74,405</b>
<b>FUND BALANCES:</b>				
Beginning of year			21,137,440	
End of year			<u>\$ 21,080,938</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Community Development Block Grant For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 2,119,351	\$ 3,924,820	\$ 2,871,821	\$ (1,052,999)
Charges for services	-	29,247	-	(29,247)
<b>Total revenues</b>	<b>2,119,351</b>	<b>3,954,067</b>	<b>2,871,821</b>	<b>(1,082,246)</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	2,106,351	2,944,024	1,840,321	1,103,703
Debt service:				
Principal retirement	10,000	10,000	20,000	(10,000)
Interest and fiscal charges	3,000	3,000	644	2,356
<b>Total expenditures</b>	<b>2,119,351</b>	<b>2,957,024</b>	<b>1,860,965</b>	<b>1,096,059</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>-</b>	<b>997,043</b>	<b>1,010,856</b>	<b>13,813</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(1,017,127)	(1,057,275)	(40,148)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(1,017,127)</b>	<b>(1,057,275)</b>	<b>1,069,724</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (20,084)</b>	<b>(46,419)</b>	<b>\$ (26,335)</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,006,947	
End of year			<u>\$ 960,528</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual State Gas Tax For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 7,478,255	\$ 7,478,255	\$ 7,198,758	\$ (279,497)
Use of money and properties	36,402	36,402	70,866	34,464
Miscellaneous	37,600	37,600	27,323	(10,277)
<b>Total revenues</b>	<b>7,552,257</b>	<b>7,552,257</b>	<b>7,296,947</b>	<b>(255,310)</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	4,212,788	4,167,074	4,168,011	(937)
Debt service:				
Principal retirement	-	66,000	65,148	852
<b>Total expenditures</b>	<b>4,212,788</b>	<b>4,233,074</b>	<b>4,233,159</b>	<b>(85)</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>3,339,469</b>	<b>3,319,183</b>	<b>3,063,788</b>	<b>(255,395)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	131,750	131,750	131,750	-
Transfers out	(3,706,797)	(4,247,372)	(3,060,315)	1,187,057
Proceeds from sale of property	-	-	6,315	6,315
<b>Total other financing sources (uses)</b>	<b>(3,575,047)</b>	<b>(4,115,622)</b>	<b>(2,922,250)</b>	<b>931,577</b>
<b>Net change in fund balances</b>	<b>\$ (235,578)</b>	<b>\$ (796,439)</b>	<b>141,538</b>	<b>\$ 937,977</b>
<b>FUND BALANCES:</b>				
Beginning of year			4,676,724	
End of year			<b>\$ 4,818,262</b>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Proposition A

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 3,701,697	\$ 3,701,697	\$ 3,984,873	\$ 283,176
Use of money and properties	33,420	33,420	131,513	98,093
<b>Total revenues</b>	<b>3,735,117</b>	<b>3,735,117</b>	<b>4,116,386</b>	<b>381,269</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	3,065,500	7,287,799	7,142,027	145,772
<b>Total expenditures</b>	<b>3,065,500</b>	<b>7,287,799</b>	<b>7,142,027</b>	<b>145,772</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>669,617</b>	<b>(3,552,682)</b>	<b>(3,025,641)</b>	<b>527,041</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(2,222,708)	1,121,553	(58,623)	(1,180,176)
<b>Total other financing sources (uses)</b>	<b>(2,222,708)</b>	<b>1,121,553</b>	<b>(58,623)</b>	<b>(507,363)</b>
<b>Net change in fund balances</b>	<b>\$ (1,553,091)</b>	<b>\$ (2,431,129)</b>	<b>(3,084,264)</b>	<b>\$ (653,135)</b>
<b>FUND BALANCES:</b>				
Beginning of year			4,969,320	
End of year			<u>\$ 1,885,056</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Proposition C

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 3,062,166	\$ 3,062,166	\$ 3,299,118	\$ 236,952
Use of money and properties	56,039	56,039	78,344	22,305
<b>Total revenues</b>	<b>3,118,205</b>	<b>3,118,205</b>	<b>3,377,462</b>	<b>259,257</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	141,437	142,894	132,463	10,431
<b>Total expenditures</b>	<b>141,437</b>	<b>142,894</b>	<b>132,463</b>	<b>10,431</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,976,768</b>	<b>2,975,311</b>	<b>3,244,999</b>	<b>269,688</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(3,981,444)	(3,981,444)	(717,258)	3,264,186
<b>Total other financing sources (uses)</b>	<b>(3,981,444)</b>	<b>(3,981,444)</b>	<b>(717,258)</b>	<b>3,544,305</b>
<b>Net change in fund balances</b>	<b>\$ (1,004,676)</b>	<b>\$ (1,006,133)</b>	<b>2,527,741</b>	<b>\$ 3,533,874</b>
<b>FUND BALANCES:</b>				
Beginning of year			8,307,291	
End of year			<u>\$ 10,835,032</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Vehicle Parking District

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 12,882	\$ 12,882	\$ 13,319	\$ 437
Charges for services	61,644	61,644	112,805	51,161
Use of money and properties	420,506	420,506	620,107	199,601
<b>Total revenues</b>	<b>495,032</b>	<b>495,032</b>	<b>746,231</b>	<b>251,199</b>
<b>EXPENDITURES:</b>				
Current:				
General government	749,785	734,164	592,272	141,892
<b>Total expenditures</b>	<b>749,785</b>	<b>734,164</b>	<b>592,272</b>	<b>141,892</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>(254,753)</b>	<b>(239,132)</b>	<b>153,959</b>	<b>393,091</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sale of property	-	-	829,121	829,121
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>829,121</b>	<b>534,983</b>
<b>Net change in fund balances</b>	<b>\$ (254,753)</b>	<b>\$ (239,132)</b>	<b>983,080</b>	<b>\$ 1,222,212</b>
<b>FUND BALANCES:</b>				
Beginning of year			2,044,180	
End of year			<b>\$ 3,027,260</b>	



# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Air Quality Improvement

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 199,000	\$ 199,000	\$ 197,699	\$ (1,301)
Use of money and properties	3,931	3,931	8,545	4,614
<b>Total revenues</b>	<b>202,931</b>	<b>202,931</b>	<b>206,244</b>	<b>3,313</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	60,808	60,923	39,433	21,490
Capital outlay	-	186,263	357,902	(171,639)
<b>Total expenditures</b>	<b>60,808</b>	<b>247,186</b>	<b>397,335</b>	<b>(150,149)</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>142,123</b>	<b>(44,255)</b>	<b>(191,091)</b>	<b>(146,836)</b>
<b>Net change in fund balances</b>	<b>\$ 142,123</b>	<b>\$ (44,255)</b>	<b>(191,091)</b>	<b>\$ (146,836)</b>
<b>FUND BALANCES:</b>				
Beginning of year			534,288	
End of year			<u>\$ 343,197</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Landscape Maintenance District For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Special assessments	\$ 1,268,071	\$ 1,268,071	\$ 1,254,901	\$ (13,170)
Use of money and properties	3,581	3,581	6,746	3,165
<b>Total revenues</b>	<b>1,271,652</b>	<b>1,271,652</b>	<b>1,261,647</b>	<b>(10,005)</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	1,702,603	1,296,316	1,281,796	14,520
<b>Total expenditures</b>	<b>1,702,603</b>	<b>1,296,316</b>	<b>1,281,796</b>	<b>14,520</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(430,951)</b>	<b>(24,664)</b>	<b>(20,149)</b>	<b>4,515</b>
<b>Net change in fund balances</b>	<b>\$ (430,951)</b>	<b>\$ (24,664)</b>	<b>(20,149)</b>	<b>\$ 4,515</b>
<b>FUND BALANCES:</b>				
Beginning of year			510,246	
End of year			<u>\$ 490,097</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Asset Forfeiture

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 826,748	\$ 826,748	\$ 42,665	\$ (784,083)
Use of money and properties	11,112	11,112	22,000	10,888
Miscellaneous	-	-	(886)	(886)
<b>Total revenues</b>	<b>837,860</b>	<b>837,860</b>	<b>63,779</b>	<b>(774,081)</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	675,245	698,389	428,306	270,083
Capital outlay	-	66,856	62,349	4,507
<b>Total expenditures</b>	<b>675,245</b>	<b>765,245</b>	<b>490,655</b>	<b>274,590</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>162,615</b>	<b>72,615</b>	<b>(426,876)</b>	<b>(499,491)</b>
<b>Net change in fund balances</b>	<b>\$ 162,615</b>	<b>\$ 72,615</b>	<b>(426,876)</b>	<b>\$ (499,491)</b>
<b>FUND BALANCES:</b>				
Beginning of year			1,572,289	
End of year			<b>\$ 1,145,413</b>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Traffic Offender

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Charges for services	\$ 266,550	\$ 266,550	\$ 161,525	\$ (105,025)
Use of money and properties	4,785	4,785	11,254	6,469
Miscellaneous	-	20,000	-	(20,000)
<b>Total revenues</b>	<b>271,335</b>	<b>291,335</b>	<b>172,779</b>	<b>(118,556)</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	251,278	204,920	124,486	80,434
Capital outlay	14,447	82,000	-	82,000
<b>Total expenditures</b>	<b>265,725</b>	<b>286,920</b>	<b>124,486</b>	<b>162,434</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>5,610</b>	<b>4,415</b>	<b>48,293</b>	<b>43,878</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sale of property	-	-	500	500
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>500</b>	<b>206,312</b>
<b>Net change in fund balances</b>	<b>\$ 5,610</b>	<b>\$ 4,415</b>	<b>48,793</b>	<b>\$ 44,378</b>
<b>FUND BALANCES:</b>				
Beginning of year			618,473	
End of year			<b>\$ 667,266</b>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Measure R

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 2,296,624	\$ 2,296,624	\$ 2,473,625	\$ 177,001
Use of money and properties	30,442	30,442	45,258	14,816
<b>Total revenues</b>	<b>2,327,066</b>	<b>2,327,066</b>	<b>2,518,883</b>	<b>191,817</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	1,890,823	1,907,117	1,549,615	357,502
<b>Total expenditures</b>	<b>1,890,823</b>	<b>1,907,117</b>	<b>1,549,615</b>	<b>357,502</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>436,243</b>	<b>419,949</b>	<b>969,268</b>	<b>549,319</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,057,924)	(1,057,924)	(322,138)	735,786
<b>Total other financing sources (uses)</b>	<b>(1,057,924)</b>	<b>(1,057,924)</b>	<b>(322,138)</b>	<b>1,642,607</b>
<b>Net change in fund balances</b>	<b>\$ (621,681)</b>	<b>\$ (637,975)</b>	<b>647,130</b>	<b>\$ 1,285,105</b>
<b>FUND BALANCES:</b>				
Beginning of year			3,897,627	
End of year			<b>\$ 4,544,757</b>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Measure M

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 2,602,841	\$ 2,602,841	\$ 2,798,200	\$ 195,359
Use of money and properties	23,251	23,251	38,698	15,447
<b>Total revenues</b>	<b>2,626,092</b>	<b>2,626,092</b>	<b>2,836,898</b>	<b>210,806</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	1,552,436	1,561,345	1,132,487	428,858
<b>Total expenditures</b>	<b>1,552,436</b>	<b>1,561,345</b>	<b>1,132,487</b>	<b>428,858</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,073,656</b>	<b>1,064,747</b>	<b>1,704,411</b>	<b>639,664</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,680,619)	(2,382,280)	(626,270)	1,756,010
<b>Total other financing sources (uses)</b>	<b>(1,680,619)</b>	<b>(2,382,280)</b>	<b>(626,270)</b>	<b>2,824,532</b>
<b>Net change in fund balances</b>	<b>\$ (606,963)</b>	<b>\$ (1,317,533)</b>	<b>1,078,141</b>	<b>\$ 2,395,674</b>
<b>FUND BALANCES:</b>				
Beginning of year			3,392,565	
End of year			<b>\$ 4,470,706</b>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Special Fees

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Licenses, permits and fees	\$ 401,200	\$ 401,200	\$ 1,083,414	\$ 682,214
Use of money and properties	-	-	(32,497)	(32,497)
<b>Total revenues</b>	<b>401,200</b>	<b>401,200</b>	<b>1,050,917</b>	<b>649,717</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	650,498	905,530	528,708	376,822
<b>Total expenditures</b>	<b>650,498</b>	<b>905,530</b>	<b>528,708</b>	<b>376,822</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(249,298)</b>	<b>(504,330)</b>	<b>522,209</b>	<b>1,026,539</b>
<b>Net change in fund balances</b>	<b>\$ (249,298)</b>	<b>\$ (504,330)</b>	<b>522,209</b>	<b>\$ 1,026,539</b>
<b>FUND BALANCES:</b>				
Beginning of year			3,025,857	
End of year			<u>\$ 3,548,066</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### PEG Fee

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Licenses, permits and fees	\$ 64,000	\$ 64,000	\$ 123,793	\$ 59,793
Use of money and properties	-	-	(5,284)	(5,284)
<b>Total revenues</b>	<b>64,000</b>	<b>64,000</b>	<b>118,509</b>	<b>54,509</b>
<b>EXPENDITURES:</b>				
Capital outlay	13,000	13,000	12,245	755
<b>Total expenditures</b>	<b>13,000</b>	<b>13,000</b>	<b>12,245</b>	<b>755</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>51,000</b>	<b>51,000</b>	<b>106,264</b>	<b>55,264</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(500,000)	(7,814)	492,186
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(500,000)</b>	<b>(7,814)</b>	<b>548,205</b>
<b>Net change in fund balances</b>	<b>\$ 51,000</b>	<b>\$ (449,000)</b>	<b>98,450</b>	<b>\$ 547,450</b>
<b>FUND BALANCES:</b>				
Beginning of year			497,717	
End of year			<u>\$ 596,167</u>	



# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### OATH Initiative

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 1,726,626	\$ 1,726,626	\$ 1,372,707	\$ (353,919)
<b>Total revenues</b>	<b>1,726,626</b>	<b>1,726,626</b>	<b>1,372,707</b>	<b>(353,919)</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	1,726,626	1,569,001	1,371,135	197,866
Capital outlay	-	179,000	1,572	177,428
<b>Total expenditures</b>	<b>1,726,626</b>	<b>1,748,001</b>	<b>1,372,707</b>	<b>375,294</b>
<b>REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<b>-</b>	<b>(21,375)</b>	<b>-</b>	<b>21,375</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ (21,375)</b>	<b>-</b>	<b>\$ 21,375</b>
<b>FUND BALANCES:</b>				
Beginning of year			-	
End of year			\$ -	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Fairplex Mitigation Fund

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 250,000	\$ 250,000	\$ 248,112	\$ (1,888)
<b>Total revenues</b>	<b>250,000</b>	<b>250,000</b>	<b>248,112</b>	<b>(1,888)</b>
<b>Net change in fund balances</b>	<b>\$ 250,000</b>	<b>\$ 250,000</b>	<b>248,112</b>	<b>\$ (1,888)</b>
<b>FUND BALANCES:</b>				
Beginning of year			718,810	
End of year			<u>\$ 966,922</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Measure W

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 1,873,385	\$ 3,203,565	\$ 2,720,673	\$ (482,892)
Use of money and properties	16,050	16,050	66,779	50,729
<b>Total revenues</b>	<b>1,889,435</b>	<b>3,219,615</b>	<b>2,787,452</b>	<b>(432,163)</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	394,216	545,982	342,243	203,739
<b>Total expenditures</b>	<b>394,216</b>	<b>545,982</b>	<b>342,243</b>	<b>203,739</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,495,219</b>	<b>2,673,633</b>	<b>2,445,209</b>	<b>(228,424)</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(1,850,000)	(3,363,945)	(753,663)	2,610,282
<b>Total other financing sources (uses)</b>	<b>(1,850,000)</b>	<b>(3,363,945)</b>	<b>(753,663)</b>	<b>2,585,597</b>
<b>Net change in fund balances</b>	<b>\$ (354,781)</b>	<b>\$ (690,312)</b>	<b>1,691,546</b>	<b>\$ 2,381,858</b>
<b>FUND BALANCES:</b>				
Beginning of year			(139,828)	
End of year			<u>\$ 1,551,718</u>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Cannabis Community Benefit Fund For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 250,000	\$ 250,000	\$ 359,934	\$ 109,934
<b>Total revenues</b>	<b>250,000</b>	<b>250,000</b>	<b>359,934</b>	<b>109,934</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	250,000	250,000	-	250,000
<b>Total expenditures</b>	<b>250,000</b>	<b>250,000</b>	<b>-</b>	<b>250,000</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>359,934</b>	<b>359,934</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>359,934</b>	<b>\$ 359,934</b>
<b>FUND BALANCES:</b>				
Beginning of year			216,240	
End of year			<b>\$ 576,174</b>	

# City of Pomona

## Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

### Capital Outlay Capital Projects Fund

For the year ended June 30, 2023

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ 534,980	\$ -	\$ (534,980)
Licenses, permits and fees	43,500	43,500	544,365	500,865
Intergovernmental	-	9,998,485	2,553,936	(7,444,549)
Charges for services	-	-	2,215,400	2,215,400
Use of money and properties	312	312	39,295	38,983
<b>Total revenues</b>	<b>43,812</b>	<b>10,577,277</b>	<b>5,352,996</b>	<b>(5,224,281)</b>
<b>EXPENDITURES:</b>				
Current:				
Development services	-	107,000	-	107,000
Capital outlay	24,780,504	42,974,102	17,174,872	25,799,230
Debt service:				
Principal retirement	(1,539,211)	(509,380)	1,029,831	(1,539,211)
<b>Total expenditures</b>	<b>23,241,293</b>	<b>42,571,722</b>	<b>18,204,703</b>	<b>24,367,019</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(23,197,481)</b>	<b>(31,994,445)</b>	<b>(12,851,707)</b>	<b>19,142,738</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	23,441,293	32,380,960	16,769,100	(15,611,860)
Transfers out	(71,254)	(143,845)	(148,556)	(4,711)
Proceeds from sale of property	-	-	16,320	16,320
<b>Total other financing sources (uses)</b>	<b>23,370,039</b>	<b>32,237,115</b>	<b>16,636,864</b>	<b>27,893,186</b>
<b>Net change in fund balances</b>	<b>\$ 172,558</b>	<b>\$ 242,670</b>	<b>3,785,157</b>	<b>\$ 3,542,487</b>
<b>FUND BALANCES:</b>				
Beginning of year			7,171,608	
End of year			<u>\$ 10,956,765</u>	

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**City of Pomona**  
**Internal Service Funds**  
**Year Ended June 30, 2023**

The **Internal Service Funds** account for maintenance and repair of City vehicles and equipment, risk management, general liability, workers' compensation, information technology, and printing and mail service provided to other departments or agencies of the City.

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

	Self-Insurance	Equipment Maintenance	Information Technology	Printing/Mailing Services
<b>ASSETS</b>				
Current Assets:				
Cash and investments	\$ 11,606,144	\$ 1,103,556	\$ 749,933	\$ 601
Receivables (net):				
Accounts	148,064	-	-	-
Interest	116,134	-	-	-
Inventories	-	455,590	-	-
Total current assets	11,870,342	1,559,146	749,933	601
Noncurrent:				
Capital assets:				
Depreciable capital assets	6,094	611,742	318,938	-
Accumulated depreciation	(609)	(517,898)	(201,124)	-
Net capital assets	5,485	93,844	117,814	-
Total noncurrent assets	5,485	93,844	117,814	-
<b>Total assets</b>	11,875,827	1,652,990	867,747	601
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows of resources related to pensions	305,975	670,879	507,689	-
Deferred outflows of resources related to OPEB	63,845	203,329	112,377	-
<b>Total deferred outflows of resources</b>	369,820	874,208	620,066	-
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	62,671	232,424	89,969	601
Payroll payable	17,890	83,205	31,915	-
Compensated absences - current	-	185,374	-	-
Claims and judgements - current	3,852,000	-	-	-
Long-term debt - current portion	32,152	101,764	68,138	-
Total current liabilities	3,964,713	602,767	190,022	601
Noncurrent liabilities:				
Claims and judgements	27,596,261	-	-	-
Net pension liability	170,997	374,928	283,729	-
Total OPEB liability	658,626	2,097,539	1,159,281	-
Long-term debt	831,869	2,632,978	1,762,951	-
Total noncurrent liabilities	29,257,753	5,105,445	3,205,961	-
<b>Total liabilities</b>	33,222,466	5,708,212	3,395,983	601
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows of resources related to OPEB	136,701	435,354	240,614	-
<b>Total deferred inflows of resources</b>	136,701	435,354	240,614	-
<b>NET POSITION</b>				
Net investment in capital assets	5,485	93,844	117,814	-
Unrestricted	(21,119,005)	(3,710,212)	(2,266,598)	-
<b>Total net position</b>	\$ (21,113,520)	\$ (3,616,368)	\$ (2,148,784)	\$ -



Payroll	Pension Obligation	Totals
\$ 114,951	\$ 1	\$ 13,575,186
-	-	148,064
-	-	116,134
-	-	455,590
<u>114,951</u>	<u>1</u>	<u>14,294,974</u>
-	-	936,774
-	-	(719,631)
-	-	217,143
-	-	217,143
<u>114,951</u>	<u>1</u>	<u>14,512,117</u>
-	-	1,484,543
-	-	379,551
-	-	1,864,094
71,963	-	457,628
640,401	-	773,411
-	-	185,374
-	-	3,852,000
-	-	202,054
<u>712,364</u>	<u>-</u>	<u>5,470,467</u>
-	-	27,596,261
-	-	829,654
-	-	3,915,446
-	-	5,227,798
-	-	37,569,159
<u>712,364</u>	<u>-</u>	<u>43,039,626</u>
-	-	812,669
-	-	812,669
-	-	217,143
<u>(597,413)</u>	<u>1</u>	<u>(27,693,227)</u>
<u>\$ (597,413)</u>	<u>\$ 1</u>	<u>\$ (27,476,084)</u>

# City of Pomona

## Combining Statement of Revenues, Expenses and Changes in Net Position

### Internal Service Funds

For the year ended June 30, 2023

	Self-Insurance	Equipment Maintenance	Information Technology	Printing/Mailing Services
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 5,006,429	\$ 4,782,654	\$ 2,378,036	\$ 35,341
Miscellaneous	2,064,405	-	-	-
<b>Total operating revenues</b>	<b>7,070,834</b>	<b>4,782,654</b>	<b>2,378,036</b>	<b>35,341</b>
<b>OPERATING EXPENSES:</b>				
Personnel services	57,202	1,659,130	1,107,476	202
Operations	63,625	3,124,231	1,334,029	35,740
Claims expense	(1,618,866)	-	-	-
Depreciation expense	609	16,242	35,952	-
<b>Total operating expenses</b>	<b>(1,497,430)</b>	<b>4,799,603</b>	<b>2,477,457</b>	<b>35,942</b>
<b>Operating income (loss)</b>	<b>8,568,264</b>	<b>(16,949)</b>	<b>(99,421)</b>	<b>(601)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Investment income	282,341	-	-	-
Interest expense	(29,905)	(94,654)	(63,377)	-
<b>Total nonoperating revenues (expenses)</b>	<b>252,436</b>	<b>(94,654)</b>	<b>(63,377)</b>	<b>-</b>
<b>Income before contributions and transfers</b>	<b>8,820,700</b>	<b>(111,603)</b>	<b>(162,798)</b>	<b>(601)</b>
<b>CONTRIBUTIONS AND TRANSFERS:</b>				
Transfers in	60,835	389,597	360,801	60,131
Transfers out	-	-	-	-
<b>Total contributions and transfers</b>	<b>60,835</b>	<b>389,597</b>	<b>360,801</b>	<b>60,131</b>
Special items	-	-	-	-
<b>Change in net position</b>	<b>8,881,535</b>	<b>277,994</b>	<b>198,003</b>	<b>59,530</b>
<b>NET POSITION:</b>				
Beginning of year	(29,995,055)	(3,894,362)	(2,346,787)	(59,530)
End of year	<b>\$ (21,113,520)</b>	<b>\$ (3,616,368)</b>	<b>\$ (2,148,784)</b>	<b>\$ -</b>

Payroll	Pension Obligation	Totals
\$ 38,132,169	\$ 15,087,768	\$ 65,422,397
-	-	2,064,405
38,132,169	15,087,768	67,486,802
38,271,719	-	41,095,729
-	-	4,557,625
-	-	(1,618,866)
-	-	52,803
38,271,719	-	44,087,291
(139,550)	15,087,768	23,399,511
-	-	282,341
-	-	(187,936)
-	-	94,405
(139,550)	15,087,768	23,493,916
-	-	871,364
-	(15,087,767)	(15,087,767)
-	(15,087,767)	(14,216,403)
-	-	-
(139,550)	1	9,277,513
(457,863)	-	(36,753,597)
\$ (597,413)	\$ 1	\$ (27,476,084)

**City of Pomona**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the year ended June 30, 2023**

	Self-Insurance	Equipment Maintenance	Information Technology	Printing/Mailing Services
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers and users	\$ 6,922,770	\$ 4,782,654	\$ 2,378,036	\$ 35,341
Cash paid to suppliers for goods and services	(6,286,626)	(3,194,804)	(1,324,480)	(36,642)
Cash paid for general and administrative expenses	131,085	(1,605,404)	(1,039,575)	(202)
<b>Net cash provided by (used in) operating activities</b>	<b>767,229</b>	<b>(17,554)</b>	<b>13,981</b>	<b>(1,503)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Cash transfers in	60,835	389,597	360,801	60,131
Cash transfers out	-	-	-	-
Repayment made to other funds	-	-	-	(58,027)
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>60,835</b>	<b>389,597</b>	<b>360,801</b>	<b>2,104</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition and construction of capital assets	-	-	(20,234)	-
Principal paid on capital debt	(30,929)	(97,895)	(65,547)	-
Interest paid on capital debt	(29,905)	(94,654)	(63,377)	-
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>(60,834)</b>	<b>(192,549)</b>	<b>(149,158)</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest received (loss)	235,579	-	-	-
<b>Net cash provided by (used in) investing activities</b>	<b>235,579</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash flows</b>	<b>1,002,809</b>	<b>179,494</b>	<b>225,624</b>	<b>601</b>
<b>CASH AND INVESTMENTS - Beginning of year</b>	<b>10,603,335</b>	<b>924,062</b>	<b>524,309</b>	<b>-</b>
<b>CASH AND INVESTMENTS - End of year</b>	<b>\$ 11,606,144</b>	<b>\$ 1,103,556</b>	<b>\$ 749,933</b>	<b>\$ 601</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 8,568,264	\$ (16,949)	\$ (99,421)	\$ (601)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	609	16,242	35,952	-
(Increase) decrease in accounts receivable	(148,064)	-	-	-
(Increase) decrease in inventories	-	24,025	-	-
(Increase) decrease in deferred outflows of resources related to pensions	(270,708)	(583,942)	(444,264)	-
(Increase) decrease in deferred outflows of resources related to other post employment benefits	6,308	87,642	45,163	-
Increase (decrease) in accounts payable	(27,179)	(94,598)	9,549	(902)
Increase (decrease) in payroll payable	4,066	51,885	9,664	-
Increase (decrease) in claims and judgements	(7,814,688)	-	-	-
Increase (decrease) in compensated absences	-	(22,755)	-	-
Increase (decrease) in net OPEB liability	21,876	(543,468)	(270,637)	-
Increase (decrease) in net pension liability	770,888	1,853,730	1,362,603	-
Increase (decrease) in deferred inflows of resources related to pensions	(457,437)	(1,127,635)	(822,677)	-
Increase (decrease) in deferred inflows of resources related to OPEB	113,294	338,269	188,049	-
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 767,229</b>	<b>\$ (17,554)</b>	<b>\$ 13,981</b>	<b>\$ (1,503)</b>

Payroll	Pension Obligation	Totals
\$ 38,132,169	\$ 15,087,768	\$ 67,338,738
-	-	(10,842,552)
(37,621,183)	-	(40,135,279)
510,986	15,087,768	16,360,907
-	-	871,364
-	(15,087,767)	(15,087,767)
(396,035)	-	(454,062)
(396,035)	(15,087,767)	(14,670,465)
-	-	(20,234)
-	-	(194,371)
-	-	(187,936)
-	-	(402,541)
-	-	235,579
-	-	235,579
114,951	1	1,523,480
-	-	12,051,706
\$ 114,951	\$ 1	\$ 13,575,186
\$ (139,550)	\$ 15,087,768	\$ 23,399,511
-	-	52,803
-	-	(148,064)
-	-	24,025
-	-	(1,298,914)
-	-	139,113
10,135	-	(102,995)
640,401	-	706,016
-	-	(7,814,688)
-	-	(22,755)
-	-	(792,229)
-	-	3,987,221
-	-	(2,407,749)
-	-	639,612
\$ 510,986	\$ 15,087,768	\$ 16,360,907

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**STATISTICAL  
SECTION (UNAUDITED)**

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## Statistical Section (Unaudited)

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

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	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Governmental activities:</b>										
Net investment in capital assets	\$ 239,862,742	\$ 232,263,791	\$ 224,471,223	\$ 234,174,328	\$ 239,698,525	\$ 246,211,473	\$ 249,865,379	\$ 266,039,124	\$ 225,279,591	\$ 238,768,792
Restricted	91,110,197	138,440,707	116,594,550	73,828,441	76,492,595	78,464,005	73,644,455	78,568,882	154,307,326	160,126,809
Unrestricted	(66,485,308)	(255,237,644)	(227,001,243)	(241,201,601)	(257,496,100)	(263,613,107)	(276,437,035)	(306,914,581)	(316,498,645)	(291,589,857)
<b>Total governmental activities net position</b>	<b>\$ 264,487,631</b>	<b>\$ 115,466,854</b>	<b>\$ 114,064,530</b>	<b>\$ 66,801,168</b>	<b>\$ 58,695,020</b>	<b>\$ 61,062,371</b>	<b>\$ 47,072,799</b>	<b>\$ 37,693,425</b>	<b>\$ 63,088,272</b>	<b>\$ 107,305,744</b>
<b>Business-type activities:</b>										
Net investment in capital assets	\$ 43,825,224	\$ 42,086,156	\$ 42,988,769	\$ 47,223,963	\$ 49,968,356	\$ 50,227,346	\$ 52,662,674	\$ 59,159,108	\$ 58,873,617	\$ 64,687,296
Restricted	32,725,163	28,900,238	23,984,978	1,885,849	7,352,171	7,474,831	7,526,741	-	-	-
Unrestricted	23,144,683	15,566,032	25,022,337	22,446,812	15,446,370	18,984,171	24,753,618	29,670,621	42,862,852	56,948,374
<b>Total business-type activities net position</b>	<b>\$ 99,695,060</b>	<b>\$ 86,552,426</b>	<b>\$ 91,996,084</b>	<b>\$ 71,556,624</b>	<b>\$ 72,766,897</b>	<b>\$ 76,686,348</b>	<b>\$ 84,943,033</b>	<b>\$ 88,829,729</b>	<b>\$ 101,736,469</b>	<b>\$ 121,635,670</b>
<b>Primary government:</b>										
Net investment in capital assets	\$ 283,687,966	\$ 274,349,947	\$ 267,459,992	\$ 281,398,291	\$ 289,666,881	\$ 296,438,819	\$ 302,528,053	\$ 325,198,232	\$ 284,153,208	\$ 303,456,088
Restricted	123,835,350	167,340,945	140,579,528	75,714,290	83,844,766	85,938,836	81,171,196	78,568,882	154,307,326	160,126,809
Unrestricted	(43,340,625)	(239,671,612)	(201,978,906)	(218,754,789)	(242,049,730)	(244,628,936)	(251,683,417)	(277,243,960)	(276,635,793)	(234,641,483)
<b>Total primary government net position</b>	<b>\$ 364,182,691</b>	<b>\$ 202,019,280</b>	<b>\$ 206,060,614</b>	<b>\$ 138,357,792</b>	<b>\$ 131,461,917</b>	<b>\$ 137,748,719</b>	<b>\$ 132,015,832</b>	<b>\$ 126,523,154</b>	<b>\$ 161,824,741</b>	<b>\$ 228,941,414</b>

City of Pomona  
Changes in Net Position  
Last Ten Fiscal Years

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Expenses</b>										
Governmental activities:										
General government	\$ 5,583,709	\$ 5,559,844	\$ 7,562,244	\$ 6,469,953	\$ 17,361,635	\$ 18,396,137	\$ 9,102,528	\$ 55,348,138	\$ 4,366,429	\$ 11,474,339
Public safety	66,570,974	67,614,853	68,882,651	80,253,767	90,198,911	88,946,880	105,018,750	84,002,230	91,066,227	91,456,253
Urban development	47,913,493	42,134,924	43,544,386	42,113,740	39,353,774	46,536,121	58,913,340	44,459,455	61,937,835	69,593,760
Neighborhood services	6,181,264	7,853,695	7,410,753	7,624,657	7,410,753	7,399,533	5,800,930	2,052,663	5,713,662	8,664,803
Interest on long-term debt	5,364,980	5,252,517	5,027,126	5,225,017	4,011,254	2,941,398	3,197,362	6,985,609	12,583,888	9,070,056
Total governmental activities	131,614,400	126,713,955	132,870,102	141,473,230	158,550,231	164,220,069	182,032,910	192,848,095	175,658,041	190,259,211
Business-type activities:										
Water	29,585,491	27,125,628	25,763,116	28,440,029	30,919,855	27,912,991	28,007,704	33,815,407	33,122,484	34,323,484
Sewer	4,164,990	3,962,091	4,026,081	3,792,538	4,067,892	4,379,232	2,747,675	4,077,798	3,548,204	3,738,556
Refuse	8,562,818	8,467,884	8,028,531	9,443,548	10,197,844	9,934,035	9,955,161	11,274,763	9,905,436	11,793,085
Canon Water Company	18,154	26,747	21,080	19,718	29,972	26,695	28,741	12,213	15,334	12,874
Pomona Choice Energy Authority	-	-	-	-	-	26,695	833,607	9,999,345	35,805,533	40,560,949
Total business-type activities	42,331,453	39,582,350	37,838,808	41,695,833	45,215,563	42,252,963	41,572,888	59,179,526	82,396,991	90,428,948
<b>Total primary government expenses</b>	\$ 173,945,853	\$ 166,296,305	\$ 170,708,910	\$ 183,169,063	\$ 203,765,794	\$ 206,473,022	\$ 223,605,798	\$ 252,027,621	\$ 258,055,032	\$ 280,688,159
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
Police revenues	\$ 3,316,768	\$ 3,488,416	\$ 3,376,174	\$ 3,205,255	\$ 3,468,394	\$ 2,932,265	\$ 1,648,147	\$ 1,939,445	\$ 2,510,365	\$ 2,459,401
Plan check fees	816,046	778,349	1,219,738	988,963	866,034	1,110,162	1,282,955	1,339,362	2,367,716	2,045,215
Building permits	1,107,049	1,093,143	2,353,704	1,790,114	1,925,425	2,106,774	2,058,052	1,541,953	2,118,063	2,966,494
Graffiti abatement	567,499	566,547	568,757	566,597	566,879	18,721	-	-	-	-
Street sweeping fees	475,665	474,722	476,646	474,051	465,927	15,030	-	-	-	-
Maintenance assessment fees	1,193,066	1,213,094	1,176,050	1,200,732	1,191,903	1,216,183	1,218,872	1,252,382	1,254,821	1,254,901
All other	6,014,243	6,708,617	8,100,519	5,900,327	5,667,496	6,502,466	27,387,658	17,540,264	20,313,269	27,050,625
Operating contributions and grants	19,501,511	17,564,805	16,994,223	29,965,692	35,876,846	45,323,992	30,066,570	33,900,809	34,109,034	39,975,238
Capital contributions and grants	12,758,089	12,627,464	11,413,949	8,071,688	8,191,910	6,477,530	14,964,309	14,909,220	20,129,121	25,202,916
Total governmental activities program revenues	45,749,936	44,515,157	45,679,760	52,163,419	58,210,814	65,705,123	78,626,563	72,423,435	82,802,389	100,954,790
Business-type activities:										
Charges for services:										
Water	31,611,142	29,888,243	28,189,546	29,239,473	29,713,762	30,537,806	32,467,193	37,712,920	41,466,399	41,521,595
Sewer	4,684,934	4,733,661	4,425,247	4,291,847	4,312,373	4,795,076	5,557,690	6,575,382	7,220,461	7,256,994
Refuse	9,561,681	9,523,134	9,692,936	10,071,188	10,104,225	10,600,103	10,889,767	11,089,435	11,552,713	11,607,630
Canon Water Company	64,221	64,221	64,221	64,221	64,221	-	-	-	-	-
Pomona Choice Energy Authority	-	-	-	-	-	-	-	10,578,321	34,839,553	48,865,705
Operating contributions and grants	42,833	42,052	45,841	396,147	4,137,026	83,280	41,458	17,006	873,544	218,517
Capital contributions and grants	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	45,964,811	44,251,311	42,417,791	44,062,876	48,331,607	46,016,265	48,956,108	65,973,064	95,952,670	109,470,441
<b>Total primary government program revenues</b>	\$ 91,714,747	\$ 88,766,468	\$ 88,097,551	\$ 96,226,295	\$ 106,542,421	\$ 111,721,388	\$ 127,582,671	\$ 138,396,499	\$ 178,755,059	\$ 210,425,231

City of Pomona  
Changes in Net Position, Continued  
Last Ten Fiscal Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (85,864,464)	\$ (82,198,798)	\$ (87,190,342)	\$ (89,309,811)	\$ (100,339,417)	\$ (98,514,946)	\$ (103,406,347)	\$ (120,424,660)	\$ (92,855,652)	\$ (89,304,421)
Business-type activities	3,633,358	4,668,961	4,578,983	2,367,043	3,116,044	3,763,312	7,383,220	6,793,538	13,555,679	19,041,493
<b>Total primary government net expense</b>	<b>\$ (82,231,106)</b>	<b>\$ (77,529,837)</b>	<b>\$ (82,611,359)</b>	<b>\$ (86,942,768)</b>	<b>\$ (97,223,373)</b>	<b>\$ (94,751,634)</b>	<b>\$ (96,023,127)</b>	<b>\$ (113,631,122)</b>	<b>\$ (79,299,973)</b>	<b>\$ (70,262,928)</b>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Taxes:										
Property taxes	\$ 33,630,550	\$ 36,408,806	\$ 33,716,887	\$ 33,649,454	\$ 35,564,811	\$ 39,212,060	\$ 38,634,967	\$ 44,131,198	\$ 44,838,946	\$ 48,293,968
Sales taxes	12,040,357	13,544,946	15,171,472	18,135,287	18,913,339	22,239,249	30,407,998	34,340,732	42,229,675	43,623,155
Motor vehicle licenses	-	67,079	61,498	69,708	81,751	74,731	122,129	113,548	174,812	156,059
Transient occupancy taxes	1,560,682	1,568,387	1,723,719	2,101,946	2,183,989	2,514,809	2,431,755	2,181,603	2,593,896	3,011,357
Property transfer taxes	1,430,195	1,581,039	1,859,615	1,924,198	1,874,513	1,790,878	4,942,288	5,134,724	5,632,845	6,097,419
Franchise taxes	6,029,371	6,563,245	6,425,511	6,418,863	6,630,484	4,921,153	15,562,762	16,542,842	18,407,292	21,582,321
Utility users taxes	17,311,594	17,465,816	16,419,345	16,022,386	16,455,057	15,897,932	15,562,762	16,542,842	18,407,292	21,582,321
Business licenses	3,171,919	3,346,851	3,406,813	3,830,673	3,762,860	4,207,458	-	-	-	-
Other taxes	12,963	59,221	139,498	-	2,546	2,049	-	-	-	7,736,192
Investment earnings/(expenses)	2,304,604	2,109,521	2,665,388	2,198,733	1,880,240	3,077,304	4,820,983	3,256,265	1,043,118	4,247,240
Miscellaneous	2,900,772	3,461,493	3,759,791	309,624	1,735,726	1,406,014	1,886,413	2,248,768	3,012,452	214,400
Gain on sale of property	-	-	-	-	-	2,576,121	-	-	-	-
Extraordinary gain/(loss) on disposition of Redevelopment Agent Transfers	(144,397)	808,340	(482,001)	2,710,344	3,062,886	3,047,606	3,613,692	3,092,248	(349,459)	1,666,592
	538,371	1,011,800	84,869,536	87,371,216	92,148,202	100,967,364	102,222,987	111,041,928	117,583,577	136,628,703
<b>Total governmental activities</b>	<b>80,786,981</b>	<b>87,996,544</b>	<b>84,869,536</b>	<b>87,371,216</b>	<b>92,148,202</b>	<b>100,967,364</b>	<b>102,222,987</b>	<b>111,041,928</b>	<b>117,583,577</b>	<b>136,628,703</b>
Business-type activities:										
Investment earnings/(expenses)	125,686	92,349	313,933	134,138	454,394	1,672,232	1,625,955	(20,541)	(1,083,110)	1,012,864
Miscellaneous	117,000	121,408	817,020	1,709,825	692,721	1,531,513	308,401	191,297	66,107	363,487
Income (loss) on sale of capital assets	9,205	1,965	-	-	-	-	-	14,650	18,605	1,147,949
Transfers	(538,371)	(1,011,800)	482,001	(2,710,344)	(3,062,886)	(3,047,606)	(3,613,692)	(3,092,248)	349,459	(1,666,592)
	(286,470)	(796,078)	1,612,954	(866,381)	(1,915,771)	156,139	(1,679,336)	(2,906,842)	(648,939)	857,708
<b>Total business-type activities</b>	<b>\$ 80,500,511</b>	<b>\$ 87,200,466</b>	<b>\$ 86,482,490</b>	<b>\$ 86,504,835</b>	<b>\$ 90,232,431</b>	<b>\$ 101,123,503</b>	<b>\$ 100,543,651</b>	<b>\$ 108,135,086</b>	<b>\$ 116,934,638</b>	<b>\$ 137,486,411</b>
<b>Changes in Net Position</b>										
Governmental activities	\$ (5,077,483)	\$ 5,797,746	\$ (2,320,806)	\$ (1,938,595)	\$ (8,191,215)	\$ 2,452,418	\$ (1,183,360)	\$ (9,382,732)	\$ 24,727,925	\$ 47,324,282
Business-type activities	3,346,888	3,872,883	6,191,937	1,500,662	1,200,273	3,919,451	5,703,884	3,886,696	12,906,740	19,899,201
<b>Total primary government</b>	<b>\$ (1,730,595)</b>	<b>\$ 9,670,629</b>	<b>\$ 3,871,131</b>	<b>\$ (437,933)</b>	<b>\$ (6,990,942)</b>	<b>\$ 6,371,869</b>	<b>\$ 4,520,524</b>	<b>\$ (5,496,036)</b>	<b>\$ 37,634,665</b>	<b>\$ 67,223,483</b>

City of Pomona  
Fund Balances - Governmental Funds  
Last Ten Years

Schedule 3

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>General Fund:</b>										
Non-spendable	112,436	102,280	106,876	65,843	11,795	11,795	11,795	11,795	118,624	78,563
Restricted	-	-	-	8,791	17,170	6,200	6,200	-	-	-
Committed	12,260,809	14,467,914	15,664,972	16,151,859	16,635,397	18,158,901	19,621,727	18,472,905	21,142,339	31,702,011
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	2,717,909	1,067,804	938,380	1,309,638	3,825,896	2,102,732	17,854,788	28,436,869	31,179,377
<b>Total General Fund</b>	<b>\$ 12,373,245</b>	<b>\$ 17,288,103</b>	<b>\$ 16,839,652</b>	<b>\$ 17,164,873</b>	<b>\$ 17,974,000</b>	<b>\$ 22,002,792</b>	<b>\$ 21,742,454</b>	<b>\$ 36,339,488</b>	<b>\$ 49,697,832</b>	<b>\$ 62,959,951</b>
<b>All Other Governmental Funds:</b>										
Non-spendable	11,996,916	84,397,170	9,081	900,707	864,959	829,211	792,822	748,633	738,235	677,136
Restricted	86,119,256	54,043,537	116,479,028	144,882,213	148,814,041	145,131,994	144,365,622	146,478,855	154,307,326	159,902,526
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	(41,134,968)	(59,893,036)	(39,170,313)	(76,496,881)	(75,548,438)	(73,096,233)	(71,511,748)	(69,862,012)	(68,364,005)	(65,814,778)
<b>Total All Other Governmental Funds</b>	<b>\$ 56,981,204</b>	<b>\$ 78,547,671</b>	<b>\$ 77,317,796</b>	<b>\$ 69,286,039</b>	<b>\$ 74,130,562</b>	<b>\$ 72,864,972</b>	<b>\$ 73,646,696</b>	<b>\$ 77,365,476</b>	<b>\$ 86,681,556</b>	<b>\$ 94,764,884</b>

City of Pomona  
Changes in Fund Balances - Governmental Funds  
Last Ten Fiscal Years

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues:</b>										
Taxes	\$ 74,894,452	\$ 79,325,218	\$ 77,688,810	\$ 78,376,705	\$ 81,805,282	\$ 87,085,055	\$ 97,789,234	\$ 108,435,988	121,189,798	135,304,082
Special assessments	1,193,067	1,213,093	1,176,050	1,200,732	1,191,903	1,216,193	1,218,873	1,252,382	1,254,821	1,254,901
Licenses and permits	6,637,168	6,569,523	9,416,790	11,515,855	10,739,196	10,723,301	8,143,508	5,823,609	10,366,843	11,877,312
Intergovernmental	32,189,819	30,287,748	27,724,855	27,086,788	34,680,502	42,419,256	44,100,666	52,180,078	59,693,269	68,889,588
Charges for services	4,145,014	4,009,626	4,633,898	3,709,494	5,013,473	4,543,629	4,242,129	2,819,216	4,186,983	5,717,459
Interest and rentals	2,294,343	2,098,902	2,605,626	3,114,537	3,012,296	4,064,868	4,012,539	3,302,464	1,097,634	3,908,806
Fines and forfeitures	2,119,972	2,063,417	2,055,615	2,206,305	2,295,944	2,404,584	2,292,894	1,531,634	2,283,651	2,854,239
Loans repaid	-	-	-	-	-	-	-	-	-	-
Contributions and donations	-	51,581	602,278	7,691,802	4,821,406	4,812,827	10,051,756	3,838,477	295,941	-
Miscellaneous	2,329,091	3,175,185	3,266,373	2,685,309	3,782,618	2,869,736	1,581,504	1,706,153	3,968,665	2,986,569
<b>Total Revenues</b>	<b>125,802,926</b>	<b>128,794,293</b>	<b>129,170,295</b>	<b>137,587,527</b>	<b>147,342,620</b>	<b>160,139,449</b>	<b>173,433,103</b>	<b>180,890,001</b>	<b>204,337,605</b>	<b>232,792,956</b>
<b>Expenditures:</b>										
General government	3,569,806	4,037,452	5,002,584	5,918,673	5,751,221	7,745,388	7,072,216	61,904,991	6,444,764	10,333,324
Public safety	65,349,307	68,400,434	71,799,453	74,843,810	77,756,206	81,083,093	88,647,348	224,302,230	93,925,458	104,894,764
Urban development	43,679,402	43,859,126	35,196,589	34,097,446	36,209,571	41,240,049	48,212,005	48,790,918	55,494,830	63,286,409
Neighborhood services	4,748,939	4,702,795	4,637,086	6,013,429	6,784,633	7,170,588	4,114,109	3,864,972	5,220,902	6,555,486
Capital outlay	1,680,811	993,126	6,851,535	20,296,897	16,821,629	19,582,343	21,428,776	13,315,340	15,627,836	22,970,378
Debt service:										
Principal retirement	2,817,951	2,916,051	3,894,921	80,240,987	2,524,919	4,160,260	4,152,687	4,174,820	4,046,120	10,674,673
Interest and fiscal charges	4,974,045	4,855,160	4,627,698	5,714,773	2,788,617	3,488,941	3,447,673	6,813,470	10,913,783	9,686,278
Debt issuance costs	-	-	-	-	-	-	-	1,141,091	-	-
<b>Total Expenditures</b>	<b>126,800,261</b>	<b>129,764,144</b>	<b>132,008,866</b>	<b>227,126,015</b>	<b>148,636,796</b>	<b>164,470,662</b>	<b>177,074,814</b>	<b>364,307,832</b>	<b>191,673,693</b>	<b>228,401,312</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(987,335)	(969,851)	(2,838,571)	(89,538,488)	(1,294,176)	(4,331,213)	(3,641,711)	(183,417,831)	12,663,912	4,391,644
<b>Other Financing Sources (Uses):</b>										
Notes and loans issued	300,000	-	-	77,120,000	763,528	-	-	195,304,996	-	-
Bond premium	-	-	-	2,239,031	-	-	-	-	-	-
Payments to escrow agent	-	-	-	-	-	-	-	-	-	-
Proceeds from capital leases	-	-	400,408	-	2,349,563	3,152,697	-	-	-	-
Proceeds from sale of capital assets	1,047,249	35,530	-	1,640	148,124	-	-	7,563	3,294,565	1,070,808
Gain/Loss - sale of land held for resale	-	-	-	-	-	-	-	-	-	-
Transfers in	8,628,509	9,379,865	9,899,873	21,108,888	12,822,718	20,711,781	20,641,477	18,417,488	27,508,014	37,646,352
Transfers out	(7,764,284)	(8,368,065)	(9,781,874)	(18,398,544)	(9,578,065)	(16,770,063)	(17,027,785)	(11,999,760)	(20,792,067)	(21,763,357)
<b>Total Other Financing Sources (Uses)</b>	<b>2,211,474</b>	<b>1,047,330</b>	<b>518,407</b>	<b>82,071,015</b>	<b>6,505,868</b>	<b>7,094,415</b>	<b>3,613,692</b>	<b>201,730,287</b>	<b>10,010,512</b>	<b>16,953,803</b>
Extraordinary gain/(loss) on dissolution of Redevelopment Agency	-	-	-	-	-	-	-	-	-	-
<b>Net Change in Fund Balances</b>	<b>\$ 1,214,139</b>	<b>\$ 77,479</b>	<b>\$ (2,320,164)</b>	<b>\$ (7,467,473)</b>	<b>\$ 5,211,692</b>	<b>\$ 2,763,202</b>	<b>\$ (28,019)</b>	<b>\$ 18,312,456</b>	<b>\$ 22,674,424</b>	<b>\$ 21,345,447</b>
Debt service as a percentage of noncapital expenditures	6.23%	6.03%	6.81%	41.56%	4.03%	5.28%	4.88%	3.46%	8.50%	9.91%

**City of Pomona**  
**Governmental Activities Tax Revenue by Source**  
**Last Fiscal Ten Years (in thousands of dollars)**

**Schedule 5**

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Fiscal Year Ended June 30	Property Tax	Sales Tax	Motor Vehicle License	Transient Occupancy	Property Transfer Tax	Franchise	Utility Users Tax	Business Licenses	Other	Total
2014	33,631	12,040	-	1,561	1,430	6,029	17,312	3,172	13	75,188
2015	36,409	13,545	68	1,568	1,581	6,563	17,466	3,347	59	80,606
2016	33,717	15,171	61	1,724	1,860	6,426	16,419	3,409	139	78,926
2017	34,581	18,135	70	2,102	1,924	6,419	15,805	3,830	-	82,866
2018	35,565	18,913	82	2,184	1,875	6,630	16,455	3,763	3	85,470
2019	39,212	22,239	74	2,514	1,790	4,921	15,897	4,207	2	90,856
2020	38,635	30,408	122	2,431	1,430	4,942	15,562	4,379	2	97,911
2021	44,131	34,341	114	2,182	2,060	5,135	16,543	4,173	5	108,684
2022	44,839	42,230	174	2,594	174	5,632	18,407	4,591	119	118,760
2023	48,294	43,623	156	3,011	7,736	6,097	21,582	4,957	214	135,670

Source: Numbers from the Statement of Activities



**City of Pomona**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years (in thousands of dollars)**

**Schedule 6**

Fiscal Year Ended June 30	Residential Property	Commercial Property	Industrial Property	Other	Unitary Values	Unsecured Property	Less: Tax Exempt Property (1)	Total Taxable Assessed Value	Total Direct Tax Rate (2)	Estimated Actual Taxable Value (3)	Factor of Taxable Assessed Value (3)
2014	5,932,623	1,059,762	1,233,924	869,787	374	372,621	647,264	8,821,827	0.23350	11,575,340	1.312125
2015	6,396,012	1,070,267	1,261,918	942,134	-	379,640	814,565	9,235,406	0.23350	12,340,257	1.336190
2016	6,713,231	1,111,554	1,325,414	305,936	-	383,971	818,224	9,840,106	0.23350	10,658,330	1.339440
2017	7,072,432	1,194,489	1,517,293	367,221	-	368,869	811,349	10,520,304	0.23350	11,411,995	1.336080
2018	7,453,284	1,246,745	1,556,649	353,138	-	409,305	948,940	11,019,121	0.23350	11,968,061	1.384510
2019	7,892,684	1,285,252	1,690,716	373,330	-	414,091	960,220	11,656,073	0.23350	12,616,293	1.387900
2020	8,426,331	1,351,346	1,751,496	379,670	-	440,437	990,772	12,349,280	0.23350	13,340,052	1.445350
2021	8,880,275	1,442,903	1,862,189	398,369	-	463,116	1,041,931	13,046,852	0.23350	14,088,783	1.374350
2022	9,212,402	1,461,128	1,960,984	414,006	-	503,221	1,026,249	13,551,741	0.23350	14,577,990	1.390120
2023	10,017,819	1,529,000	2,121,892	422,044	-	535,411	1,009,359	14,626,166	0.23350	15,635,525	1.384320

Source: Los Angeles County Assessor data, MuniServices, LLC (for years 2007 to 2015), HdL for the 2016 to 2022 years.  
 Prior Year values have been restated for consistency and compliance with GASB No. 44 guidelines

- (1) Exemptions are exclusive of home owner exemptions.
- (2) Total direct tax rate is the voter approved taxes over and above the 1% Proposition 13 tax for TRA 007-790.
- (3) Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices. Based on these calculations a multiplier value was extrapolated and applied to current assessed values.

**City of Pomona**  
**Property Tax Rates - Direct and Overlapping Governments**  
**(Rate per \$100 of assessed value)**  
**Last Ten Fiscal Years**

**Schedule 7**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Basic City and County Levy:</b>										
City of Pomona	0.233504	0.233504	0.233504	0.233504	0.233504	0.233504	0.233504	0.233504	0.233504	0.233504
Other taxing agencies	0.766496	0.766496	0.766496	0.766496	0.766496	0.766496	0.766496	0.766496	0.766496	0.766496
<b>Total</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>	<b>1.000000</b>
<b>Override Assessments:</b>										
County	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Unified Schools	0.164074	0.165993	0.297990	0.284510	0.335000	0.337670	0.372320	0.304690	0.292220	0.292990
Community College	0.020231	0.021294	0.037950	0.048060	0.046000	0.046730	0.069530	0.066160	0.094400	0.087820
Flood Control	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Metro Water District	0.003500	0.003500	0.003500	0.003500	0.003500	0.003500	0.003500	0.003500	0.003500	0.003500
<b>Total</b>	<b>0.187805</b>	<b>0.190787</b>	<b>0.339440</b>	<b>0.336070</b>	<b>0.384500</b>	<b>0.387900</b>	<b>0.445350</b>	<b>0.374350</b>	<b>0.390120</b>	<b>0.384310</b>
<b>Total Tax Rate</b>	<b>1.187805</b>	<b>1.190787</b>	<b>1.339440</b>	<b>1.336070</b>	<b>1.384500</b>	<b>1.387900</b>	<b>1.445350</b>	<b>1.374350</b>	<b>1.390120</b>	<b>1.384310</b>

Source: Los Angeles County Auditor/Controller data, MuniServices, LLC (for years 2007 to 2015), HdL for the 2016 to 2023 years.  
2007-08 and prior: prior year ACFR reports  
For presentation purposes, TRA 007-790 is represented

**City of Pomona  
Principal Property Taxpayers  
Current Fiscal Year and Nine Years Ago**

**Schedule 8**

Taxpayer	2023			2014		
	Taxable Assessed Valuation	Rank	Percent of Total City Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percent of Total City Taxable Assessed Value
CSCDA Community Improvement	\$ 149,423,080	1	1.02%			
Crest Financial	96,053,768	2	0.66%	\$ 81,685,318	1	0.93%
1271 W. Sunset LLC ET AL	93,088,099	3	0.64%			
Rexford Industrial 1601 Mission LLC	90,463,187	4	0.62%			
Duke Realty Oakmont LP	82,927,276	5	0.57%			
Los Angeles County Fair Associates	72,705,506	6	0.50%	49,003,333	2	0.56%
PRBC 7 LP	55,351,117	7	0.38%			
Olive Ridge Gardens LP	48,378,362	8	0.33%			
PI Properties 76 LLC	48,236,806	9	0.33%			
Chalmers South Mission Road LLC	42,438,478	10	0.29%			
Casa Colina Centers for Rehab				42,926,573	3	0.49%
KTR Pomona LLC				37,724,400	4	0.43%
Rexford Industrial Realty LP				31,851,000	5	0.36%
LBA Reality Fund III - Company VII LLC				29,929,726	6	0.34%
Ripon Cogeneration LLC				28,923,583	7	0.33%
CMC Dragon LP				28,412,960	8	0.32%
Pomona II LLC				28,165,351	9	0.32%
Pine Club Apartments LLC				24,040,940	10	0.27%

Source: Los Angeles County Assessor data, HdL, Coren & Cone

**City of Pomona  
 Top 25 Sales Tax Generators  
 in Alphabetical Order  
 Current Fiscal Year and Ten Years Ago**

**Schedule 9**

2023	2014
76	No Name on File 084209440
Arco AM PM	Allstar KIA
Arco AM PM	Cornucopia Foods
Catalyst Pomona	CVS Pharmacy
Chevron Extra Mile	Dawson Company
Ferguson Enterprises	Fairplex Chevron
Food 4 Less	Ferguson Enterprises
Global Rental Co	Food 4 Less
Home Depot	Garys Chevron
Huntington Hardware	Global Rental Co
Jb Wholesale Roofing & Building Supplies	HD Supply Home Improvement Solutions
Marco Equipment	Home Depot
New Flyer of America	Huntington Hardware
Ovations Fanfare	Marco Equipment
Phenix Enterprises	Mega RV
Pomona Kia	Mike Thompsons RVs
Rohr Steel	Myers Tire Supply
Ryder Vehicle Sales	Phenix Enterprises
Shell	Rohr Steel
STIIIZY Pomona	Sheraton Suites Fairplex
Superior Duct Fabrication	Superior Duct Fabrication
Target	Towne Arco
Tesla Motors	United Oil
Towne Arco	USA Gas
Walmart Supercenter	Walmart Supercenter

Source: HdL

**City of Pomona**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

**Schedule 10**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Tax Collections by levy year	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	13,596,705	13,442,112	98.9%	637,832	14,079,944	103.6%
2015	14,612,641	14,510,121	99.3%	613,771	15,123,892	103.5%
2016	13,843,856	13,691,612	98.9%	230,228	13,921,840	100.6%
2017	14,758,820	14,939,800	101.2%	106,993	15,046,793	102.0%
2018	15,617,055	15,448,699	98.9%	285,086	15,733,785	100.7%
2019	15,870,148	16,259,418	102.5%	525,464	16,784,882	105.8%
2020	17,088,316	17,287,322	101.2%	382,279	17,669,601	103.4%
2021	19,095,038	18,730,179	98.1%	747,742	19,477,921	102.0%
2022	19,078,334	18,752,358	98.3%	822,395	19,574,753	102.6%
2023	20,807,447	21,131,685	101.6%	657,157	21,788,842	104.7%

Source: Los Angeles County Auditor/Controller, City of Pomona Finance Department

City of Pomona  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities				Business-type Activities				Total Primary Government	Percentage of Personal Income (1)	Debt per Capita (1)		
	Tax Allocation Bonds	Revenue Bonds	Pension Obligation Ref Bonds	Certificates of Participation	Other	Governmental Activities	Revenue Bonds	Pension Obligation Ref Bonds				Other	Business-type Activities
2014	-	41,110,000	44,414,040	11,681,813	1,754,285	98,960,138	133,915,426	-	3,564,689	137,480,115	236,440,253	n/a	1,558
2015	-	39,564,000	44,333,953	11,336,191	1,241,295	96,475,439	132,086,642	-	3,004,392	135,091,034	231,566,473	n/a	1,519
2016	-	37,938,000	44,152,153	10,970,569	1,137,985	94,198,707	130,187,858	-	2,430,984	132,618,842	226,817,549	n/a	1,458
2017	-	84,782,557	7,594,276	-	564,977	92,941,810	118,139,497	-	1,844,160	119,983,657	212,925,467	n/a	1,371
2018	-	82,605,188	4,013,547	-	3,217,149	89,835,884	114,827,755	-	1,243,603	116,071,358	205,907,242	n/a	1,323
2019	-	79,159,819	3,761,134	-	2,641,009	85,561,962	112,351,013	-	628,993	112,980,006	198,541,968	n/a	1,287
2020	-	75,670,451	3,492,601	-	2,132,854	81,295,906	109,839,270	-	-	109,839,270	191,135,176	n/a	1,235
2021	-	72,128,082	204,139,568	-	8,924,977	285,192,627	107,277,527	21,108,787	-	128,386,314	413,578,941	n/a	2,733
2022	-	68,527,713	203,766,665	-	12,032,784	284,327,162	104,655,785	21,101,098	-	125,756,883	410,084,045	n/a	2,738
2023	-	66,194,344	196,505,708	-	7,795,037	270,495,089	101,974,043	20,371,846	-	122,345,889	392,840,978	n/a	2,624

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

(1) These ratios are calculated using personal income and population for the prior year.

**Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years (dollars in thousands, except per capita)**

Fiscal Year Ended June 30	General Bonded Debt Outstanding					Restricted for Debt Service *	Net Bonded Debt	Percentage of Actual Value of Property (1)	Per Capita (2)
	Revenue Bonds	Tax Allocation Bonds	Pension Obligation Ref Bonds	Certificates of Participation	Total				
2014	41,110	-	44,414	11,682	97,206	49,229	47,977	1.1%	640
2015	39,564	-	44,334	11,336	95,234	47,845	47,389	1.0%	625
2016	37,938	-	44,152	10,971	93,061	55,810	37,251	0.9%	598
2017	84,783	-	7,594	-	92,377	65,473	26,904	0.9%	545
2018	82,605	-	4,013	-	86,618	67,771	18,847	0.8%	514
2019	79,159	-	3,761	-	82,920	65,249	17,671	0.7%	519
2020	75,670	-	3,492	-	79,162	63,465	15,697	0.6%	511
2021	72,128	-	204,139	-	276,267	36,596	239,671	2.1%	1,826
2022	68,528	-	203,766	-	272,294	68,220	204,074	2.0%	1,818
2023	66,194	-	196,505	-	262,699	66,002	196,697	1.8%	1,755

\* Includes bond reserves and unspent bond proceeds.

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

(1) See Schedule 6 for property value data.

(2) Population data can be found in Schedule 17.

**City of Pomona  
Direct and Overlapping Debt  
Current Year and Nine Years Ago**

**Schedule 13**

OVERLAPPING DEBT 06/30/2023:	Total Debt 6/30/2023	% Applicable (1)	City's Share of Debt 06/30/2023
Metropolitan Water District	19,215,000	0.409%	78,589
Citrus Community College District	130,475,302	1.132%	1,476,980
Mount San Antonio Community College District	882,482,780	13.051%	115,172,828
Bonita Unified School District	112,279,790	0.188%	211,086
Claremont Unified School District	65,370,000	5.700%	3,726,090
Pomona Unified School District	459,351,706	78.363%	359,961,777
Total Overlapping Debt	<u>1,669,174,578</u>		<u>480,627,351</u>
Obligations Under Capital Leases	871,747		871,747
Notes Payable	651,463		651,463
Revenue Bonds	66,194,344		66,194,344
Pension Obligation Refunding Bonds	196,505,708		196,505,708
Accreted Interest	5,635,755		5,635,755
Other	636,072		636,072
Total Direct Debt	<u>270,495,089</u>		<u>270,495,089</u>
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>	<b><u>\$ 1,939,669,667</u></b>		<b><u>\$ 751,122,440</u></b>
OVERLAPPING DEBT 06/30/2014:	Total Debt 6/30/2014	% Applicable (1)	City's Share of Debt 06/30/2014
Los Angeles County Flood Control District	\$ 17,480,000	0.812%	\$ 141,938
Metropolitan Water District	132,275,000	0.404%	534,391
Citrus Community College District	94,242,553	1.272%	1,198,765
Mount San Antonio Community College District	367,870,367	11.952%	43,967,866
Bonita Unified School District	129,392,395	0.117%	151,389
Claremont Unified School District	32,270,000	6.300%	2,033,010
Pomona Unified School District	202,359,426	75.307%	152,390,813
City of Pomona 1915 Act Bonds	3,750,000	100.000%	3,750,000
Los Angeles County Regional Park and Open Space Assessment District	113,615,000	0.774%	879,380
Pollution Remediation Obligations	1,580,363	100.000%	1,580,363
Obligations Under Capital Leases	879,285	100.000%	879,285
Notes Payable	875,000	100.000%	875,000
Revenue Bonds	37,360,000	100.000%	37,360,000
Pension Obligation Refunding Bonds	44,414,040	100.000%	44,414,040
Certificates of Participation	11,681,813	100.000%	11,681,813
Total Overlapping Debt	<u>1,190,045,242</u>		<u>301,838,053</u>
<b>TOTAL OVERLAPPING DEBT</b>	<b><u>\$ 1,190,045,242</u></b>		<b><u>\$ 301,838,053</u></b>

Source: HdL, and prior year ACFR

1) Percentage of overlapping agency's assessed valuation located within the boundaries of the city.



City of Pomona  
 Legal Debt Margin Information  
 Last Ten Fiscal Years (in thousands of dollars)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Assessed valuation	\$8,821,827	\$9,329,596	\$9,840,106	\$10,520,304	\$11,019,121	\$11,656,073	\$12,349,280	\$13,046,852	\$13,551,741	\$14,626,167
Debt limit percentage	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%	15.00%
Debt limit	\$1,323,274	\$1,399,439	\$1,476,016	\$1,578,046	\$1,652,868	\$1,748,411	\$1,852,392	\$1,957,028	\$2,032,761	\$2,193,925
Amount of debt applicable to debt limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$1,323,274	\$1,399,439	\$1,476,016	\$1,578,046	\$1,652,868	\$1,748,411	\$1,852,392	\$1,957,028	\$2,032,761	\$2,193,925

Total debt applicable to the limit as a percentage of debt limit

	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
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**City of Pomona**  
**Pledged Revenue Coverage - Water**  
**Last Ten Fiscal Years**

**Schedule 15**

Fiscal Year Ended June 30	Water Revenue Bonds							Net Revenue Coverage
	Water Revenue (1)	Less Operating Expenses (2)	Net Available Revenue	Rate Stabilization Fund (3)	Debt Service		Total	
					Principal	Interest		
2014*	31,680,312	21,494,289	10,186,023	-	1,240,000	5,098,994	6,338,994	1.61
2015*	29,925,501	19,626,529	10,298,972	-	1,295,000	5,046,289	6,341,289	1.62
2016*	28,964,078	18,073,465	10,890,613	-	1,350,000	4,991,195	6,341,195	1.72
2017*	31,404,614	21,474,204	9,930,410	-	1,415,000	4,922,961	6,337,961	1.57
2018*	34,749,625	24,423,625	10,326,000	5,130,000	1,925,000	3,197,357	5,122,357	2.02
2019*	33,379,437	21,195,818	12,183,619	5,226,026	1,815,000	3,316,618	5,131,618	2.37
2020*	33,775,857	21,486,313	12,289,544	5,290,421	1,840,000	3,285,745	5,125,745	2.40
2021	37,725,544	11,401,857	26,323,687	5,291,593	1,875,000	3,248,743	5,123,743	5.14
2022	42,192,195	27,850,168	14,342,027	5,294,798	1,925,000	3,204,174	5,129,174	2.80
2023	42,342,890	28,989,677	13,353,213	5,460,415	1,970,000	3,155,529	5,125,529	2.61

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

\*Information has been restated for consistency and compliance with GASB No. 44 and Continued Disclosure Reporting of debt coverage

- (1) Water Revenue consists of Charges for services, Interest Revenue, Intergovernmental, and Sale of Surplus Water
- (2) Operating expenses does not include depreciation or amortization.
- (3) During FY2018, the City established a Rate Stabilization Fund (RSF) equal to annual debt service payments. Transfers from the RSF may be made to meet annual debt service expenses or to comply with debt service coverage.

**City of Pomona  
Pledged Revenue Coverage - Sewer  
Last Ten Fiscal Years**

**Schedule 16**

Fiscal Year Ended June 30	Sewer Revenue Bonds							Net Revenue Coverage
	Sewer Revenue (1)	Less Operating Expenses (2)	Net Available Revenue	Rate Stabilization Fund (3)	Debt Service			
					Principal	Interest	Total	
2014*	4,854,056	2,187,639	2,666,417	-	370,000	1,263,530	1,633,530	1.63
2015*	4,838,316	2,203,618	2,634,698	-	385,000	1,247,875	1,632,875	1.61
2016*	4,580,735	2,014,093	2,566,642	-	400,000	420,703	820,703	3.13
2017*	4,330,205	2,146,411	2,183,794	-	175,000	863,174	1,038,174	2.10
2018*	4,435,747	2,331,657	2,104,090	1,453,169	305,000	591,009	896,009	2.35
2019*	5,048,618	2,779,101	2,269,517	1,480,198	555,000	842,546	1,397,546	1.62
2020*	5,926,012	1,094,541	4,831,471	1,498,437	565,000	884,376	1,449,376	3.33
2021	6,645,052	262,044	6,383,008	1,498,768	580,000	872,254	1,452,254	4.40
2022	7,221,361	1,895,703	5,325,658	1,499,673	590,000	858,751	1,448,751	3.68
2023	7,398,983	2,664,277	4,734,706	1,546,583	605,000	844,101	1,449,101	3.27

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

\*Information has been restated for consistency and compliance with GASB No. 44 and Continued Disclosure Reporting of debt coverage

- (1) Operating Revenues represent charges to customers for sales and services. Charges for services excludes sewer connection fees (also referred to as development impact fees), which are included in Miscellaneous
- (2) Operating Expenses include cost of sales and services and administrative expenses and excludes depreciation on capital assets.
- (3) During FY2018, the City established a Rate Stabilization Fund (RSF) equal to annual debt service payments. Transfers from the RSF may be made to meet annual debt service expenses or to comply with debt service coverage.

**City of Pomona  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

**Schedule 17**

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (2) (in thousands)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age</u>	<u>Public School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2014	151,713	2,392,059	15,767	30.2	26,264	11.0%
2015	152,419	2,659,712	17,450	29.9	25,311	7.9%
2016	155,604	2,575,663	16,552	30.4	24,673	7.5%
2017	155,306	2,664,317	17,155	30.9	24,314	5.9%
2018	155,687	2,722,806	17,488	31.0	23,635	5.9%
2019	154,310	2,885,143	18,697	31.5	23,806	5.1%
2020	154,817	3,290,944	21,257	32.2	22,766	14.7%
2021	151,319	3,235,579	21,382	32.2	21,810	13.4%
2022	149,766	3,330,808	22,240	33.3	22,607	10.0%
2023	149,721	3,639,072	24,305	33.9	21,240	5.6%

Source: 2008-09, 2009-10, 2011-12, 2012-13, 2013-14, and 2014-15: MuniServices, LLC

Source: 2010-11, 2008-09 and prior: prior year previous ACFR reports.

Source: 2015-16, 2016-17, 2017-18, 2018-19, 2019-20, 2020-21 : HdL

(1) Population Projections are provided by California Department of Finance Projections.

(2) Income Data is provided by the United States Census Data and is adjusted for inflation.

(3) Public School Enrollment reflects the total number of students enrolled in Pomona Unified School District only, per school year.

(4) Unemployment rates are provided by the Employment Development Department, Bureau of Labor and Statistics Department.

**City of Pomona  
Principal Employers  
Current Year and Nine Years Ago**

**Schedule 18**

Employer	2023			2014		
	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
Pomona Valley Hospital	4,042	1	6.1%	2,991	1	4.9%
Pomona Unified School District	4,120	2	6.2%	2,764	2	4.5%
California State Polytechnic University	2,244	3	3.4%	2,039	3	3.3%
City of Pomona	630	4	1.0%	662	6	1.1%
Lereta, LLC	732	5	1.1%			
Torn & Glasser Inc.	361	6	0.5%			
Inland Valley Care & Rehab	352	7	0.5%	334	11	0.5%
Mount San Antonio Gardens	358	8	0.5%			
Park Ave Healthcare & Wellness Center LLC	335	9	0.5%			
Fairplex - LA County Fair	287	10	0.4%	954	4	1.5%
Tri City Mental Health Center	270	11	0.4%			
Home Depot	169	12	0.3%			
Ferguson Enterprises, LLC	166	13	0.3%			
B2Sign, Inc.	138	14	0.2%			
Dow Hydraulic Systems	106	15	0.2%			
Casa Colina Rehabilitation Center				775	5	1.3%
Lanterman Developmental Center				547	8	0.9%
Verizon				596	7	1.0%
County of Los Angeles Dept. of Social Services				400	9	0.6%
First Transit				346	10	0.6%
Kittrich Corporation				250	12	0.4%
Walmart Stores Inc				213	14	0.3%
Hayward Industries Inc.				242	13	0.4%
Consolidated Foundries				208	15	0.3%

**City of Pomona  
 Authorized Full-Time City Employees by Function  
 Last Ten Fiscal Years**

**Schedule 19**

Function	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government	19	20	20	20	20	20	20	18	18	20
Support Services	32	31	32	33	41	46	46	49	49	51
Police	270	268	270	271	271	280	280	282	284	284
Public Works	169	170	106	106	93	96	96	96	103	109
Water/Wastewater	0	0	68	68	74	75	75	75	80	84
Community Development	40	0	0	0	0	0	0	0	0	0
Dev & Neighborhood Svcs	0	47	47	48	48	53	53	54	61	79
Utility Services	0	0	0	0	0	0	0	0	0	0
Community Services and Library	9	2	2	2	2	1.6	1.6	1.6	3	3
<b>Total</b>	<b>539</b>	<b>538</b>	<b>545</b>	<b>548</b>	<b>549</b>	<b>571.6</b>	<b>571.6</b>	<b>575.6</b>	<b>598</b>	<b>630</b>

Various departments were consolidated in 2009-2010

Source: City of Pomona Finance Department

**City of Pomona  
Operating Indicators by Function  
Last Ten Fiscal Years**

**Schedule 20**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Police:</b>										
Felony Arrests	3,105	2,726	2,441	2,142	2,049	2,270	1,903	1,123	1,041	1,204
Misdemeanor Arrests	5,876	6,424	7,446	6,825	6,067	6,228	4,463	2,907	3,098	2,019
Parking Citations	30,145	30,788	31,807	32,107	27,959	26,214	21,237	14,510	22,781	28,025
Moving Citations	9,791	9,153	8,898	7,157	6,714	6,884	6,282	38,505	5,462	5,297
<b>Fire:</b>										
Incidents	13,675	15,289	16,381	16,901	16,367	16,340	16,544	17,025	17,538	18,254
<b>Urban development:</b>										
Residential building permits issued	722	925	294	969	3,476	660	788	1,765	4,263	3,298
Inspections	6,050	5,536	6,236	7,947	11,764	11,723	10,642	7,028	15,759	11,631
Asphalt repaired (square feet)	36,068	84,879	84,649	95,104	78,765	84,516	79,420	79,005	106,721	60,776
Sidewalk repaired (square feet)	1,500	1,750	2,279	2,997	7,001	99,111	12,568	18,743	13,330	901
<b>Community services:*</b>										
Community Center participants	501,727	-	-	-	-	-	-	-	-	-
Senior Program participants	100,703	44,768	44,228	59,967	59,065	48,229	51,836	98,517	96,189	47,753
Youth program participants	337,180	56,728	52,075	33,579	40,917	37,696	24,769	2,451	6,722	14,162
Other program participants	66,743	32,480	26,126	18,901	16,919	30,768	21,858	3,408	16,189	34,386
Sports participants	366,978	168,034	182,529	154,670	144,680	120,002	66,685	339	38,991	9,065
Facility rentals	687	2,090	1,815	2,183	1,644	1,679	1,430	1	753	484
<b>Library:</b>										
Program attendance (all programs)	2,578	2,940	3,077	3,069	3,058	2,623	2,010	147	2,773	4,669
Literacy instruction (hours)	-	-	-	-	-	-	-	-	-	-
<b>Water:</b>										
New connections	9	12	21	12	13	12	19	3	249	33
Average daily consumption (thousands of gallons)	19,615	17,905	14,450	15,084	20,243	18,471	13,502	16,740	16,064	28,618
<b>Refuse:</b>										
Curbside Collection (in tons)	36,593	35,474	36,682	37,934	37,257	40,793	47,251	52,206	50,875	45,869
Recycle Collection (in tons)	6,907	7,218	6,544	6,759	7,083	4,722	4,799	7,216	9,296	7,333
Greenwaste Collection (in tons)	11,934	11,904	13,480	13,699	13,143	12,618	11,824	11,844	11,338	5,364

Source: Various City Departments

\*Due to staffing changes in Community Services, the methodology for counting service delivery was changed beginning 2015.

**City of Pomona**  
**Capital Asset Statistics by Function**  
**Last Ten Fiscal Years**

**Schedule 21**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	51	51	46	44	45	44	44	44	44	44
Fire:										
Fire stations	8	8	8	8	8	8	8	8	8	8
Public works:										
Streets (miles)	388	388	388	388	388	388	388	388	388	388
Streetlights	7,721	7,725	7,725	7,725	7,725	7,725	7,725	7,725	7,725	7,725
Traffic signals	164	164	169	169	169	169	169	169	169	169
Community services:										
Parks	26	26	26	26	27	27	27	28	28	28
Park Acreage	221	221	221	221	221	221	221	222	222	222
Baseball fields	14	14	14	14	14	14	14	14	14	14
Soccer fields	17	17	17	17	17	17	17	11	11	11
Basketball courts	22	22	22	22	22	22	22	22	24	24
Tennis courts	9	9	9	9	9	9	9	9	9	9
Community centers	14	14	14	14	14	14	14	14	13	13
Libraries	1	1	1	1	1	1	1	1	1	1
Water:										
Water mains (miles)	457	457	457	457	457	457	488	428	428	430
Sewer:										
Sanitary sewers (miles)	305	305	305	305	305	305	305	300	300	300
Storm drains (miles)	120	120	120	120	120	120	120	70	33	37

Source: Various City Departments