



CITY of CLOVIS

AGENDA • CITY COUNCIL MEETING

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

December 19, 2022

6:00 PM

Council Chamber

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

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

Written Comments

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

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



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

Verbal Comments

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

Webex Participation

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

CALL TO ORDER

FLAG SALUTE - Councilmember Mouanoutoua

ROLL CALL

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

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

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

ordinances, only those that have received a unanimous vote upon introduction are considered Consent items.

- [1.](#) Administration - Approval - Minutes from the December 12, 2022, Council Meeting.
- [2.](#) Finance – Receive and File – Investment Report for the Month of August 2022.
- [3.](#) Finance – Receive and File – Treasurer’s Report for the Month of August 2022.
- [4.](#) General Services – Approval - Res. 22-____, Authorizing Amendments to the City’s Classification and Compensation Plans to Adopt a Communications and Marketing Analyst with a Salary Range of \$7,711 - \$9,373 per month; and Approval – Res. 22-____, Amending the City’s FY 2022-23 Position Allocation Plan by deleting one (1) Public Affairs and Information Manager and adding one (1) Communications and Marketing Analyst.
- [5.](#) General Services – Approval – Res. 22-____, Amending the City’s FY 2022-2023 Position Allocation Plan by deleting one (1) Principal Office Assistant and adding one (1) Administrative Assistant position within the Police Department.
- [6.](#) Planning and Development Services – Approval – Final Acceptance for Final Map for Tract 6221, located at the northwest corner of Ashlan Avenue and Locan Avenue (Wilson Premier Homes, Inc.) (Councilmember Mouanoutoua has a conflict of interest on this item)

PUBLIC HEARINGS - A public hearing is an open consideration within a regular or special meeting of the City Council, for which special notice has been given and may be required. When a public hearing is continued, noticing of the adjourned item is required as per Government Code 54955.1.

- [7.](#) Consider Approval - Res. 22-____, CUP2022-005 Appeal. Consideration of a resolution denying a request by George Beal to overturn the Planning Commission’s approval of CUP2022-005, which allows a 24-hour convenience store and the sale of liquor and alcoholic beverages for off-site consumption on property located on the northeast corner of N. Temperance Avenue & Owens Mountain Parkway. Dave Virk, LLC, owner/applicant; Bottom Line Group LLC – Seth Ramirez, owner's representative; George Beal – Beal Developments LLC; applicant of appeal.

Staff: Marissa Jensen, Assistant Planner

Recommendation: Deny appeal and approve project

- [8.](#) Consider Approval – Res. 22-____, AC2022-001, A resolution of the City of Clovis making findings and a determination to authorize a Certificate of Tentative Cancellation for Land Conservation Contract No. 6273, for property located near the southeast corner of Shaw and De Wolf Avenues. Precision Civil Engineering, Inc., applicant; Frank and Georgia W. Sorrenti, property owners.

Staff: George González, Senior Planner

Recommendation: Approve

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

- [9.](#) Receive and File - Finance Department Update.

Staff: Jay Schengel, Finance Director
Recommendation: Receive and File

- [10.](#) Consider Approval - Res 22-____, Final Amendments to the 2021-22 Budget in conformance with the Budget Ordinance; and Receive and File – Year-end report for all funds as of June 30, 2022.

Staff: Jay Schengel, Finance Director
Recommendation: Approve and Receive and File

- [11.](#) Consider Approval - 2021-22 Annual Comprehensive Financial Report.

Staff: Jay Schengel, Finance Director
Recommendation: Approve

- [12.](#) Consider Approval - Modifications to the 10-day public notice procedures for land use and planning projects from Planning and Development Services.

Staff: Dave Merchen, City Planner
Recommendation: Approve

COUNCIL ITEMS

- [13.](#) Consider Approval – Various City Council Committee Appointments.

Staff: John Holt, City Manager
Recommendation: Approve

- [14.](#) Consider Approval – 2023 Annual Schedule for City Council Meetings and Cancellation of the January 3, 2023, City Council Meeting.

Staff: John Holt, City Manager
Recommendation: Approve

CITY MANAGER COMMENTS

COUNCIL COMMENTS

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

15. Government Code Section 54956.9(d)(2)
CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION
Significant Exposure to Litigation
Three potential cases based on claims received for the Sunnyside Avenue water main break and property flooding incident on January 3, 2022.

ADJOURNMENT

MEETINGS AND KEY ISSUES

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

- Jan. 3, 2023 (Tue.) To be Cancelled
- Jan. 9, 2023 (Mon.)
- Jan. 17, 2023 (Tue.)

CLOVIS CITY COUNCIL MEETING

December 12, 2022

6:01 P.M.

Council Chamber

Meeting called to order by Mayor Flores at 6:01
Flag Salute led by Councilmember Bessinger

Roll Call: Present: Councilmembers Ashbeck, Bessinger, Mouanoutoua, Whalen
Mayor Flores

CONSENT CALENDAR – 6:01

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

1. Administration - Approved - Minutes from the December 5, 2022, Council Meeting.
2. Finance – Received and Filed – Status Report of Community Facilities District Revenues and Expenditures.
3. Planning and Development Services – Approved – **Res. 22-145**, Final Map Tract 6208, located in the northwest area of Highland and Dakota Avenues. (KB Home South Bay Inc.).
4. Planning and Development Services – Approved – **Res. 22-146**, Annexation of Proposed Tract 6208, located in the northwest area of Highland and Dakota Avenues, to the Landscape Maintenance District No. 1 of the City of Clovis. (KB Home South Bay Inc.).
5. Planning and Development Services - Approved – Final Acceptance for CIP 20-10, Barstow Avenue Street Improvements.

COUNCIL ITEMS – 6:03

6:03 – ITEM 6 - APPROVED VARIOUS ACTIONS RELATED TO THE NOVEMBER 8, 2022, CONSOLIDATED STATEWIDE GENERAL ELECTION FOR CLOVIS CITY COUNCIL AND MEASURE B (TRANSIENT OCCUPANCY TAX).

6A. APPROVED – **RES. 22-147**, DECLARING THE RESULTS OF THE NOVEMBER 8, 2022, CONSOLIDATED STATEWIDE GENERAL ELECTION FOR CLOVIS CITY COUNCIL AND MEASURE B.

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

6B. OATH OF OFFICE: COUNCILMEMBERS BASGALL, BESSINGER, AND PEARCE.

RECESS FOR PHOTOS AND REFRESHMENTS – 6:08

COUNCIL ITEMS – 6:26

6:26 – ITEM 7 – APPROVED VARIOUS ACTIONS RELATED TO THE CITY COUNCIL REORGANIZATION:

- 7A. ELECTION OF MAYOR BY CITY COUNCIL – MAYOR PRO TEM ASHBECK
Motion for approval appoint Mayor Pro Tem Ashbeck as Mayor by Councilmember Bessinger, seconded by Councilmember Mouanoutoua. Motion carried by unanimous vote.

- 7B. ELECTION OF MAYOR PRO TEM BY CITY COUNCIL - MAYOR
Motion for approval appoint Councilmember Mouanoutoua as Mayor Pro Tem by Councilmember Bessinger, seconded by Councilmember Pearce. Motion carried by unanimous vote.

- 7C. PRESENTATION OF GAVEL TO OUTGOING MAYOR FLORES – MAYOR

- 7D. COUNCIL COMMENTS / INTRODUCTIONS BY MAYOR AND COUNCILMEMBERS

PUBLIC COMMENTS – 6:47

Mayor Flores adjourned the meeting of the Council to December 19, 2022

Meeting adjourned: 6:54 p.m.

Mayor

City Clerk



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council
FROM: Finance Department
DATE: December 19, 2022
SUBJECT: Finance – Receive and File – Investment Report for the Month of August 2022.

ATTACHMENTS:

1. Distribution of Investments
2. Monthly Investment Transactions
3. Certificates of Deposit
4. Municipal Securities
5. Graph of August 31, 2022 Treasury Rates

Attached is the Investment Report for the month of August 2022. Shown in Attachment 1 is the distribution of investments which lists all the individual securities owned by the City with the book and market values. Book value is the actual price paid for the investment. Market value is the amount that the investment is worth if sold in the open market. The market value (which fluctuates daily) that is used in the report is as of the last working day of the month. Attachment 2 reflects the monthly investment transactions for the month of August 2022. Attachment 3 lists the certificates of deposit. Attachment 4 lists the municipal securities. Attachment 5 is a graph of Treasury rates on August 31, 2022.

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

1. Assets are invested in adherence with the safeguards and diversity of a prudent investor.
2. The portfolio is invested in a manner consistent with the primary emphasis on preservation of the principal, while attaining a high rate of return consistent with this guideline. Trading of securities for the sole purpose of realizing trading profits is prohibited.
3. Sufficient liquidity is maintained to provide a source for anticipated financial obligations as they become due.

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

The Finance Department invests the City's assets with an expectation of achieving a total rate of return at a level that exceeds the annualized rate of return on short-term government guaranteed or insured obligations (90-day Treasury bills) and to assure that the principal is preserved with minimal risk of depreciation or loss. In periods of rising interest rates, the City of Clovis portfolio return may be less than that of the annualized 90-day Treasury bill. In periods of decreasing interest rates, the City of Clovis portfolio return may be greater than the annualized 90-day Treasury bill. The current 90-day Treasury bill rate (annualized) is 0.62%. The rate of return for the City of Clovis portfolio is 1.54%. The goal for the City of Clovis investment return is 120% of the 90-day Treasury bill rate. The current rate of return is 248% of the Treasury bill rate.

In accordance with the Investment Policy, the investment period on each investment does not exceed three years and can be extended to five years with the City Manager's approval. As of August 2022, the average investment life of the City's investment portfolio is 1.48 years.

Current Investment Environment and Philosophy

During the month of August 2022, the federal funds rate remained at 2.25%-2.50%. On August 31, 2022, the Treasury yield curve increased from 3-month to 3-year notes, then decreased to 10-year notes.

Certificates of Deposit (CD's)

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

Purchases and Maturities

- 3 government securities totaling \$15,000,000 were purchased.
- 1 government security totaling \$3,000,000 matured.
- 6 certificates of deposit totaling \$1,500,000 were purchased.
- 3 certificates of deposit totaling \$750,000 matured.
- 4 municipal securities totaling \$7,250,000 were purchased.

Market Environment

- During August the federal funds rate remained at 2.25%-2.50%.
- On August 31, the yield curve increased from 3-month to 3-year notes, then decreased to 10-year notes. See Attachment 5, Graph of Treasury Rates on August 31, 2022.

Prepared by: Jeffrey Blanks, Deputy Finance Director

Reviewed by: City Manager *AH*

**City of Clovis
Distribution of Investments
As of August 31, 2022**

AGENDA ITEM NO. 2.

	<u>COST</u>	<u>NET BOOK VALUE</u>	<u>MARKET VALUE *</u>	<u>YIELD TO MATURITY</u>	<u>STATED INTEREST RATE</u>	<u>INVEST DATE</u>	<u>MATURITY DATE</u>	<u>DAYS TO MATURITY FROM 8/31/2022</u>
<u>GOV'T SECURITIES</u>								
FHLB	6,065,100	6,021,482	5,999,220	2.000%	2.000%	10/31/19	09/09/22	9
FFCB	2,984,460	2,994,423	2,994,840	1.375%	1.375%	11/27/19	10/11/22	41
FFCB	5,008,500	5,003,235	4,992,750	1.600%	1.600%	01/23/20	10/13/22	43
FHLB	8,045,600	8,018,286	6,480,305	1.875%	1.875%	12/19/19	12/09/22	100
FHLB	5,047,500	5,019,684	6,480,305	1.875%	1.875%	01/23/20	12/09/22	100
FAMCMTN	8,544,965	8,521,148	8,422,055	1.350%	1.350%	02/27/20	02/27/23	180
FHLB	5,255,000	5,128,598	4,981,479	2.125%	2.125%	03/26/20	03/10/23	191
FHLB	13,579,800	13,282,915	12,901,881	2.125%	2.125%	04/30/20	03/10/23	191
FFCB	5,000,000	5,000,000	4,744,750	0.250%	0.250%	03/01/21	03/01/24	548
FHLB	4,998,000	4,998,000	4,972,150	3.250%	3.250%	08/17/22	03/08/24	555
FFCB	1,999,000	1,999,174	1,907,960	0.300%	0.300%	03/24/21	03/18/24	565
FHLB	5,000,000	5,000,000	4,707,800	0.350%	0.350%	06/07/21	06/07/24	646
FHLB	4,969,000	4,972,423	4,712,900	1.050%	1.050%	01/20/22	11/15/24	807
FHLB	3,980,000	3,982,075	3,813,240	1.750%	1.750%	02/28/22	02/28/25	912
FHLB	4,000,000	4,000,000	3,911,320	2.750%	2.750%	04/25/22	04/25/25	968
FAMCMTN	3,947,600	3,953,028	3,702,800	0.750%	0.750%	12/16/21	07/28/25	1,062
FHLB	5,000,000	5,000,000	4,983,450	3.600%	3.600%	08/30/22	08/28/25	1,093
FAMCMTN	4,948,500	4,953,442	4,586,800	0.600%	0.600%	10/14/21	09/08/25	1,104
FHLB	4,963,000	4,966,655	4,486,400	0.580%	0.580%	09/08/21	02/11/26	1,260
FHLB	3,922,000	3,928,967	3,607,280	0.750%	0.750%	12/16/21	02/24/26	1,273
FFCB	4,967,500	4,969,955	4,467,100	0.940%	0.940%	10/14/21	09/28/26	1,489
FHLB	3,649,200	3,649,200	3,602,960	1.150%	1.150%	06/29/22	10/28/26	1,519
FHLB	5,988,000	5,988,899	5,417,580	1.250%	1.250%	11/24/21	11/24/26	1,546
FHLB	5,127,757	5,119,620	4,743,400	2.125%	2.125%	01/20/22	12/11/26	1,563
FHLB	4,043,250	4,043,250	4,253,340	1.020%	1.020%	06/29/22	02/24/27	1,638
FHLB	4,550,000	4,550,000	4,253,340	1.020%	1.020%	08/17/22	02/24/27	1,638
FHLB	3,695,200	3,714,537	3,554,240	0.900%	0.900%	03/31/22	02/26/27	1,640
FHLB	4,000,000	4,000,000	3,752,120	2.375%	2.375%	03/08/22	03/08/27	1,650
SECURITIES TOTAL	<u>\$ 143,278,932</u>	<u>\$ 142,778,996</u>	<u>\$137,433,765</u>					
LAIF		<u>\$ 74,651,233</u>	<u>\$ 74,651,233</u>					
Municipal Issuance		<u>\$ 35,755,000</u>	<u>\$ 33,346,444</u>					
Sweep Account (Union Bank)		<u>\$ 33,471,209</u>	<u>\$ 33,471,209</u>					
TOTAL CD'S		<u>\$ 13,995,000</u>	<u>\$ 13,709,007</u>					
TOTAL INVESTMENTS		<u>\$ 300,651,438</u>	<u>\$ 292,611,658</u>					

* Market values for securities obtained from US Bank.

City of Clovis
Monthly Investment Transactions
As of August 31, 2022

AGENDA ITEM NO. 2.

Institution	Description	Activity	Amount	Market Value	Rate	Activity Date	Maturity Date
FHLB	Gov. Sec.	Purchase	5,000,000	4,998,000	3.250%	08/17/22	03/08/24
FHLB	Gov. Sec.	Purchase	5,000,000	5,000,000	3.600%	08/30/22	08/28/25
FHLB	Gov. Sec.	Purchase	5,000,000	4,550,000	1.020%	08/17/22	02/24/27
SAN DIEGO CA CONVENTION	Mun Iss.	Purchase	1,450,000	1,450,000	1.527%	08/18/22	04/15/24
SAND DIEGO CA PUB FACS	Mun Iss.	Purchase	1,625,000	1,625,000	1.812%	08/18/22	10/15/26
EL DORADO CA	Mun Iss.	Purchase	1,175,000	1,175,000	1.687%	08/18/22	03/01/27
SADDLEBACK VY UNI	Mun Iss.	Purchase	3,000,000	3,000,000	2.400%	08/10/22	08/01/27
MOUNTAIN AMER FED	CD	Purchase	250,000	250,000	3.450%	08/31/22	02/28/25
GENERATION BK	CD	Purchase	250,000	250,000	3.400%	08/03/22	08/04/25
DIRECT FED CREDIT	CD	Purchase	250,000	250,000	3.500%	08/17/22	08/18/25
RESOURCE ONE	CD	Purchase	250,000	250,000	3.300%	08/17/22	08/18/25
CONNEX CREDIT	CD	Purchase	250,000	250,000	3.500%	08/31/22	08/29/25
SKYONE FED CREDIT	CD	Purchase	250,000	250,000	3.600%	08/30/22	09/02/25
FFCB	Gov. Sec.	Maturity	3,000,000	3,001,715	1.625%	08/22/22	08/22/22
CAPITAL ONE BANK	CD	Maturity	250,000	250,000	2.150%	08/08/22	08/08/22
ENERBANK USA	CD	Maturity	250,000	250,000	2.050%	08/08/22	08/08/22
RAYMOND JAMES	CD	Maturity	250,000	250,000	1.900%	08/23/22	08/23/22

PORTFOLIO DATA

Current Month (08/22)

	Book	Market
CD'S	\$ 13,995,000	\$ 13,709,007
Gov't Securities*	142,778,996	137,433,765
Municipal Securities	35,755,000	33,346,444
LAIF	74,651,233	74,651,233
Sweep Account (Union Bank)	33,471,209	33,471,209
TOTAL	\$ 300,651,438	\$ 292,611,658

Prior Month (07/22)

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

Three Months Previous (05/22)

	Book	Market
CD'S	\$11,995,000	\$11,776,587
Gov't Securities*	135,597,608	132,028,260
Municipal Securities	21,435,000	20,246,488
LAIF	74,511,731	74,511,731
Sweep Account (Union Bank)	53,520,514	53,520,514
TOTAL	\$ 297,059,853	\$ 292,083,580

Six Months Previous (02/22)

	Book	Market
CD'S	\$9,995,000	\$9,946,255
Gov't Securities*	141,928,058	140,552,056
Municipal Securities	9,465,000	9,278,989
LAIF	74,453,060	74,453,060
Sweep Account (Union Bank)	43,416,255	43,416,255
TOTAL	\$ 279,257,373	\$ 277,646,615

One Year Previous (08/21)

	Book	Market
CD'S	\$9,985,000	\$10,105,425
Gov't Securities*	113,200,490	114,200,064
Municipal Securities	5,900,000	5,904,479
LAIF	74,364,940	74,364,940
Sweep Account (Union Bank)	51,435,559	51,435,559
TOTAL	\$ 254,885,989	\$ 256,010,467

*Adjusted Quarterly for Premium/Discount Amortization

**City of Clovis
Certificates of Deposit
As of August 31, 2022**

AGENDA ITEM NO. 2.

Negotiable CDs	COST	MARKET PRICE	INTEREST RATE	INVEST DATE	MATURITY DATE	MATURITY FROM 08/31/22	INTEREST FREQUENCY
Ally Bank	250,000	249,965.00	1.850%	09/19/19	09/19/22	19	QUARTERLY
Usalliance Federal Credit Union	250,000	249,970.00	2.850%	09/30/19	09/30/22	30	QUARTERLY
Morgan Stanley Bank	250,000	249,867.50	2.100%	10/17/19	10/17/22	47	MONTHLY
Lafayette Fed Cr Un	250,000	249,565.00	1.700%	11/22/19	11/22/22	83	MONTHLY
Live Oak Banking Co.	250,000	249,432.50	1.750%	12/11/19	12/12/22	103	QUARTERLY
Wells Fargo Natl Bk West	250,000	249,460.00	1.800%	12/13/19	12/13/22	104	QUARTERLY
Valley Cent Svgs Bk	250,000	249,057.50	1.700%	01/15/20	01/17/23	139	QUARTERLY
Sallie Mae Bank	250,000	249,177.50	1.900%	01/23/20	01/23/23	145	QUARTERLY
Servisfirst Bank	250,000	248,547.50	1.600%	02/21/20	02/21/23	174	MONTHLY
Celtic Bank	250,000	248,240.00	1.550%	03/13/20	03/13/23	194	MONTHLY
Axos Bank	250,000	248,087.50	1.550%	03/26/20	03/27/23	208	MONTHLY
Nicolet Natl Bank	250,000	247,375.00	0.900%	03/27/20	03/27/23	208	MONTHLY
Centerstate Bank	250,000	247,130.00	0.900%	03/30/20	03/30/23	211	MONTHLY
Bank Leumi	250,000	247,917.50	1.450%	03/31/20	03/31/23	212	MONTHLY
Discover Bank	250,000	247,882.50	1.350%	04/02/20	04/03/23	215	MONTHLY
Berkshire Bank	250,000	247,605.00	1.300%	04/08/20	04/06/23	218	MONTHLY
American Express	250,000	247,115.00	1.100%	04/21/20	04/21/23	233	MONTHLY
New York Cmnty Bank	250,000	241,055.00	0.350%	12/11/20	12/11/23	467	QUARTERLY
Transportation Alliance Bk	250,000	238,695.00	0.250%	03/12/21	03/12/24	559	QUARTERLY
Preferred Bank	250,000	238,402.50	0.250%	03/25/21	03/25/24	572	QUARTERLY
Bankunited Natl Assn	245,000	234,256.75	0.450%	03/31/21	04/01/24	579	QUARTERLY
Greenstate Credit Union	250,000	237,410.00	0.450%	06/16/21	06/17/24	656	QUARTERLY
Eaglemark Savings Bank	250,000	236,960.00	0.400%	06/30/21	06/28/24	667	QUARTERLY
Texas Exchange Bk	250,000	237,157.50	0.500%	07/09/21	07/09/24	678	QUARTERLY
BMW Bk North Amer	250,000	236,987.50	0.550%	07/30/21	07/30/24	699	QUARTERLY
Toyota Finl Svgs	250,000	236,695.00	0.650%	09/09/21	09/09/24	740	QUARTERLY
State Bk India	250,000	236,547.50	0.650%	09/17/21	09/17/24	748	QUARTERLY
Ubs Bank Usa	250,000	235,862.50	0.750%	11/17/21	11/18/24	810	QUARTERLY
Webbank Salt Lake City	250,000	235,742.50	0.750%	11/29/21	11/29/24	821	QUARTERLY
Medallion Bank Salt Lake City	250,000	236,120.00	0.900%	12/20/21	12/20/24	842	QUARTERLY
Beal Bank	250,000	235,980.00	0.950%	01/19/22	01/15/25	868	QUARTERLY
Mountian Amer Fed	250,000	250,190.00	3.450%	08/31/22	02/28/25	912	QUARTERLY
Barclays Bk	250,000	239,672.50	1.700%	03/09/22	03/10/25	922	QUARTERLY
Goldman Sachs Bk	250,000	239,372.50	1.650%	03/09/22	03/10/25	922	QUARTERLY
Safra National Bk	250,000	241,340.00	2.000%	03/23/22	03/24/25	936	QUARTERLY
Pentagon Federal Cr Un	250,000	241,237.50	2.000%	03/28/22	03/28/25	940	QUARTERLY
Beal Bank	250,000	242,465.00	2.200%	04/06/22	04/02/25	945	QUARTERLY
JP Morgan Chase	250,000	244,290.00	2.500%	04/08/22	04/08/25	951	QUARTERLY
First Natl Bank	250,000	242,355.00	2.200%	04/12/22	04/11/25	954	QUARTERLY
One Community Bank	250,000	245,375.00	2.700%	04/29/22	04/29/25	972	QUARTERLY
Americu Credit Union	250,000	245,995.00	2.800%	05/02/22	05/02/25	975	QUARTERLY
Synchrony Bank Retail	250,000	247,857.50	3.100%	05/20/22	05/20/25	993	QUARTERLY
Connexus Credit Union	250,000	247,177.50	3.000%	05/26/22	05/27/25	1,000	QUARTERLY
Bmo Harris Bank	250,000	248,105.00	3.150%	06/17/22	06/17/25	1,021	QUARTERLY
Saco Biddeford	250,000	246,102.50	2.850%	06/17/22	06/17/25	1,021	QUARTERLY
Baxter Credit Union	250,000	250,000.00	3.400%	06/28/22	06/30/25	1,034	QUARTERLY
Capital One Bank	250,000	249,407.50	3.350%	06/29/22	06/30/25	1,034	QUARTERLY
American First Cr Un	250,000	248,702.50	3.250%	07/15/22	07/15/25	1,049	QUARTERLY
Trustone Financial Cr Un	250,000	248,707.50	3.250%	07/19/22	07/21/25	1,055	QUARTERLY
American Natl Bank	250,000	247,637.50	3.100%	07/27/22	07/28/25	1,062	QUARTERLY
TCM Bank	250,000	249,367.50	3.350%	07/28/22	07/28/25	1,062	QUARTERLY
Generations Bank	250,000	249,720.00	3.400%	08/03/22	08/04/25	1,069	QUARTERLY
Direct Fed Credit	250,000	249,330.00	3.500%	08/17/22	08/18/25	1,083	QUARTERLY
Resource One Credit	250,000	248,980.00	3.300%	08/17/22	08/18/25	1,083	QUARTERLY
Connex Credit	250,000	250,380.00	3.500%	08/31/22	08/29/25	1,094	QUARTERLY
Skyone Fed Credit	250,000	250,972.50	3.600%	08/30/22	09/02/25	1,098	QUARTERLY
Negotiable CD TOTAL	<u>\$ 13,995,000</u>	<u>\$ 13,709,007</u>					
CD TOTAL	<u>\$ 13,995,000</u>	<u>\$ 13,709,007</u>					

**City of Clovis
Municipal Securities
As of August 31, 2022**

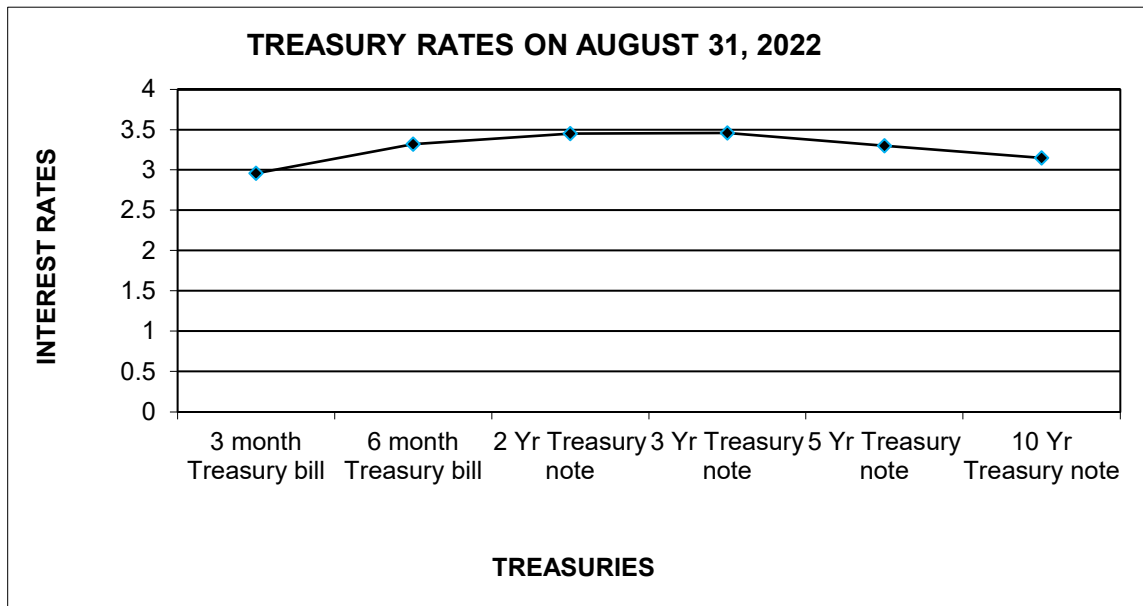
AGENDA ITEM NO. 2.

Municipal Securities	COST	MARKET PRICE	INTEREST RATE	INVEST DATE	MATURITY DATE	MATURITY FROM 08/31/22	INTEREST FREQUENCY
Huntington Beach Pension Bond	1,000,000	974,190	0.381%	04/01/21	06/15/23	288	QUARTERLY
Fresno Unified Taxable Go Ref Bond	500,000	485,365	0.462%	09/30/20	08/01/23	335	QUARTERLY
Pomona Cali Uni Sch Dist Go Bond	815,000	791,667	0.534%	10/20/20	08/01/23	335	QUARTERLY
San Jose CA USD Ref Bond	775,000	750,991	0.221%	01/20/21	08/01/23	335	QUARTERLY
Vista CA USD Ref Bond	750,000	727,005	0.221%	01/23/20	08/01/23	335	QUARTERLY
William Hart Cali HS Go Bond	1,000,000	970,740	0.366%	12/23/20	08/01/23	335	QUARTERLY
Jefferson Cali Elem Sch Dist Go Bond	710,000	686,826	0.399%	10/27/20	09/01/23	366	QUARTERLY
Santa Rosa Calif Watr Ref Bond	350,000	339,448	0.578%	12/01/20	09/01/23	366	QUARTERLY
California St Univ Ref Bond	3,455,000	3,325,368	0.475%	04/01/22	11/01/23	427	QUARTERLY
San Diego CA Convention Ref Bond	1,450,000	1,400,642	1.527%	08/18/22	04/15/24	593	QUARTERLY
Santa Ana College Ref Bond	440,000	413,710	0.644%	12/17/21	08/01/24	701	QUARTERLY
Antelope Valley CA Ref Bond	750,000	706,193	1.767%	05/12/22	08/01/25	1,066	QUARTERLY
Chabot Las Positas Cmnty Clg Bond	1,490,000	1,369,236	0.880%	04/29/22	08/01/25	1,066	QUARTERLY
Santa Ana CCD Ref Bond	250,000	227,503	0.744%	05/12/22	08/01/25	1,066	QUARTERLY
Los Angeles CA USD Ref Bond	1,000,000	910,970	1.455%	11/15/21	07/01/26	1,400	QUARTERLY
Chabot Las Positas Cmnty Clg CA	3,505,000	3,139,323	1.080%	07/27/22	08/01/26	1,431	QUARTERLY
Chaffey CA High School Ref Bond	1,565,000	1,485,561	2.475%	06/30/22	08/01/26	1,431	QUARTERLY
Huntington Beach HS Dist Ref Bond	3,305,000	2,985,473	1.208%	04/29/22	08/01/26	1,431	QUARTERLY
Placentia Yorba USD Ref Bond	1,110,000	997,169	1.070%	05/31/22	08/01/26	1,431	QUARTERLY
San Diego CA Cmnty Ref Bond	470,000	445,132	2.299%	04/29/22	08/01/26	1,431	QUARTERLY
San Ramon Valley CA USD Ref Bond	2,125,000	1,914,880	1.147%	11/03/21	08/01/26	1,431	QUARTERLY
Sonoma Cnty Jr College Ref Bond	2,000,000	1,895,760	2.447%	06/30/22	08/01/26	1,431	QUARTERLY
San Diego CA Pub Facs Ref Bond	1,625,000	1,489,800	1.812%	08/18/22	10/15/26	1,506	QUARTERLY
El Dorado CA Irr Dist Ref Bond	1,175,000	1,060,344	1.687%	08/18/22	03/01/27	1,643	QUARTERLY
Fremont CA USD Ref Bond	1,140,000	1,036,032	2.000%	05/31/22	08/01/27	1,796	QUARTERLY
Saddleback VY Uni Ref Bond	3,000,000	2,817,120	2.400%	08/10/22	08/01/27	1,796	QUARTERLY
Mun. Securities TOTAL	\$ 35,755,000	\$ 33,346,444					
Municipal Securities TOTAL	\$ 35,755,000	\$ 33,346,444					

**CITY OF CLOVIS
FINANCE DEPARTMENT
AUGUST 31, 2022 TREASURY RATES**

Treasury Rates as of August 31, 2022

3 month Treasury bill	2.96
6 month Treasury bill	3.32
2 Yr Treasury note	3.45
3 Yr Treasury note	3.46
5 Yr Treasury note	3.30
10 Yr Treasury note	3.15



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



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council
FROM: Finance Department
DATE: December 19, 2022
SUBJECT: Finance – Receive and File – Treasurer’s Report for the Month of August 2022.

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

Attached for the Council’s information is the Treasurer’s Report for the month ended August 31, 2022.

Pursuant to Section 41004 of the Government Code of the State of California, the City Treasurer is required to submit a monthly report of all receipts, disbursements, and fund balances. Attachment 1 provides a summary of the beginning balance, total receipts, total disbursements, ending balance for all funds, and a listing, by fund, of all month end fund balances. Attachment 2 summarizes the investment activity for the month and distribution, by type of investment, held by the City. Attachment 3 lists all investments with original maturities exceeding one year as of the month ended August 31, 2022.

Prepared by: Jeffrey Blanks, Deputy Finance Director

Reviewed by: City Manager *AA*

City of Clovis
Statement of Cash Balances
As of August 31, 2022

Previous Balance	\$	4,869,991.36
Deposits		47,948,187.24
Disbursements		(45,059,778.63)
Current Balance	\$	7,758,399.97

FUNDS	BALANCE
100 General Fund	\$ 16,631,956.28
201 Local Transportation	18,119,712.28
202 Parking and Business Improvements	132,708.89
203 Off Highway Use	71,320.45
204 Community Facilities District 2020-1	103,702.77
205 Senior Citizen Memorial Trust	55,192.28
207 Landscape Assessment District	6,443,569.74
208 Blackhorse III (95-1) Assessment District	100,748.95
301 Park & Recreation Acquisition	13,106,259.10
305 Refuse Equipment Reserve	2,273,398.95
310 Special Street Deposit Fund	44,522,670.95
313 Successor Agency	640,454.16
314 Housing Successor Agency	1,383,677.66
402 1976 Fire Bond Redemption	25,475.23
404 1976 Sewer Bond Redemption Fund	411,663.64
501 Community Sanitation Fund	16,069,707.98
502 Sewer Service Fund	36,091,349.88
504 Sewer Capital Projects-Users	503,211.69
506 Sewer Capital Projects-Developer	6,229,676.63
507 Water Service Fund	41,381,406.85
508 Water Capital Projects-Users	7,121,880.45
509 Water Capital Projects-Developer	15,173,027.47
515 Transit Fund	3,737,363.47
540 Planning & Development Services	16,214,543.47
601 Property & Liability Insurance	621,352.96
602 Fleet Maintenance	22,081,103.13
603 Employee Benefit Fund	1,765,941.37
604 General Government Services	36,424,344.85
701 Curb & Gutter Fund	162,706.81
703 Payroll Tax & Withholding Fund	1,428,234.12
712 Temperance/Barstow Assmt Dist (98-1)	76,782.52
713 Shepherd/Temperance Assmt Dist (2000-1)	5,797.48
715 Supp Law Enforcement Serv	(21,436.19)
716 Asset Forfeiture	209,832.07
720 Measure A-Public Safety Facility Tax	1,607.26
736 SA Admin Trust Fund	1,421.40
741 SA Debt Service Trust Fund	(893,668.40)
747 Housing Successor Trust Fund	1,137.98
SUBTOTALS	\$ 308,409,836.58
999 Invested Funds	(300,651,436.61)
TOTAL	\$ 7,758,399.97

**City of Clovis
Summary of Investment Activity
For the month of August 31, 2022**

<hr/> <hr/>	
<u>Balance of Investments Previous Month End</u>	<u>\$299,506,939.11</u>
 <u>Time Certificates of Deposit Transactions</u>	
Investments	1,500,000.00
Withdrawals	<u>(750,000.00)</u>
Total CD Changes	750,000.00
 <u>Other Changes</u>	
Government Securities	11,546,285.00
Local Agency Investment Fund	0.00
Municipal Securities	7,250,000.00
Sweep Account	<u>(18,401,787.50)</u>
Total Other Changes	<u>394,497.50</u>
Balance of Investments Current Month End	<u>\$ 300,651,436.61</u>

**City of Clovis
Distribution of Investments
As of August 31, 2022**

<hr/> <hr/>	
Insured CD's	13,995,000.00
Government Securities	142,778,994.85
US Treasury Notes	0.00
Local Agency Investment Fund	74,651,232.78
Municipal Securities	35,755,000.00
Sweep Account	<u>33,471,208.98</u>
Investment Total	<u>\$ 300,651,436.61</u>

**City of Clovis
Original Maturities Exceeding One Year
As of August 31, 2022**

Institution	Face Value	Investment Balance At Amortized Cost	Maturity	Stated Rate
FHLB	6,000,000.00	6,021,482	9/9/2022	2.000%
FFCB	3,000,000.00	2,994,423	10/11/2022	1.375%
FFCB	5,000,000.00	5,003,235	10/13/2022	1.600%
FHLB	5,000,000.00	5,019,684	12/9/2022	1.875%
FHLB	8,000,000.00	8,018,286	12/9/2022	1.875%
FAMCMTN	8,500,000.00	8,521,148	2/27/2023	1.350%
FHLB	13,000,000.00	13,282,915	3/10/2023	2.125%
FHLB	5,000,000.00	5,128,598	3/10/2023	2.125%
FFCB	5,000,000.00	5,000,000	3/1/2024	0.250%
FFCB	2,000,000.00	1,999,174	3/18/2024	0.300%
FHLB	5,000,000.00	5,000,000	6/7/2024	0.350%
FHLB	5,000,000.00	4,972,423	11/15/2024	1.050%
FHLB	4,000,000.00	3,982,075	2/28/2025	1.750%
FHLB	4,000,000.00	4,000,000	4/25/2025	2.750%
FAMCMTN	4,000,000.00	3,953,028	7/28/2025	0.750%
FAMCMTN	5,000,000.00	4,953,442	9/8/2025	0.600%
FHLB	5,000,000.00	4,966,655	2/11/2026	0.580%
FHLB	4,000,000.00	3,928,967	2/24/2026	0.750%
FFCB	5,000,000.00	4,969,955	9/28/2026	0.940%
FHLB	4,000,000.00	3,649,200	10/28/2026	1.150%
FHLB	6,000,000.00	5,988,899	11/24/2026	1.250%
FHLB	5,000,000.00	5,119,620	12/11/2026	2.125%
FHLB	4,500,000.00	4,043,250	2/24/2027	1.020%
FHLB	4,000,000.00	3,714,537	2/26/2027	0.900%
FHLB	4,000,000.00	4,000,000	3/8/2027	2.375%
FHLB	5,000,000.00	4,550,000	3/8/2027	1.020%
FHLB	5,000,000.00	4,998,000	3/8/2027	3.250%
FHLB	5,000,000.00	5,000,000	3/8/2027	3.600%



CITY of CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: General Services Department

DATE: December 19, 2022

SUBJECT: General Services – Approval - Res. 22-____, Authorizing Amendments to the City’s Classification and Compensation Plans to Adopt a Communications and Marketing Analyst with a Salary Range of \$7,711 - \$9,373 per month; and Approval – Res. 22-____, Amending the City’s FY 2022-23 Position Allocation Plan by deleting one (1) Public Affairs and Information Manager and adding one (1) Communications and Marketing Analyst.

ATTACHMENTS: 1. Resolution 22-____ Classification and Compensation Plans
2. Resolution 22-____ Position Allocation Plan Adjustment

CONFLICT OF INTEREST

None.

RECOMMENDATION

For City Council to approve a resolution authorizing amendment to the City’s Classification and Compensation Plans by adopting a Communications and Marketing Analyst with a Salary Range of \$7,711 - \$9,373 per month and approve a resolution amending the City’s FY 2022-23 Position Allocation Plan to delete one (1) Public Affairs and Information Manager and add one (1) Communications and Marketing Analyst.

EXECUTIVE SUMMARY

The City has a need to create a position to serve the communications and marketing needs of the City of Clovis. The proposed Communications and Marketing Analyst will be assigned to the Economic Development, Housing and Communications Department, and replaces the existing Public Affairs and Information Manager position. Since 2019, the City has had a dedicated employee serving the communications and marketing needs of the City who worked directly under the City Manager. With the inclusion of the Communications Division to the Economic Development and Housing Department, that role now reports to the Department Director, who will provide significant assistance and oversight to the role. This newly created position covers the growing needs of the City and will engage with the public online, market new and existing programs and services, manage social media accounts, work with the local media, and help plan and execute events. This position will not add to the overall employee headcount as it will replace the Public Affairs and Information Manager position which was funded in the adopted FY 2022-23 budget. Modification of the City’s Classification, Compensation, and Position Allocation Plans require the City Council’s approval.

BACKGROUND

In November of 2022, the City's Public Affairs and Information Manager was promoted to the Economic Development, Housing and Communications Director, creating an opportunity to evaluate the future communication needs of the City. The new Director, in partnership with the City Administration Department, determined that in addition to the traditional public information skillset required, the City also has a need to build upon the existing marketing efforts already taking place to promote City services, programs and events.

While traditional media partnerships are still crucially important, more residents are turning to social media for information related to City provided services and programs, as well as to learn about events taking place in the community. The City currently maintains multiple websites and more than a dozen social media accounts across platforms including Facebook, Instagram, Nextdoor, Twitter and Tik Tok, all of which need to be updated regularly with information on new and existing programs and services. Supporting community partners in their efforts to bring attractions to the City is also necessary, and an important function of the role. To properly serve our residents and support all City Departments, we also have a need to increase our research and surveying efforts to effectively market the City as an appealing place for business and attractions, and to continue to improve our communication with our residents. Redefining this position to increase the focus on marketing, in addition to communications, will allow us to be more effective in all our communication and marketing goals. The incumbent will also educate and provide social media and marketing training to all City staff.

The recommended salary range for the Communications and Marketing Analyst will be \$7,711 - \$9,373 per month. The Communications and Marketing Analyst is a management level position which will replace the Public Affairs and Information Manager position within the current 2022-23 budget, providing for salary savings for the remainder of the fiscal year.

FISCAL IMPACT

The fiscal impact of salary and benefits for the remainder of FY 2022-23 will be a savings of approximately \$10,500.

REASON FOR RECOMMENDATION

Creation of this classification is necessary in order to meet the needs within the City. The recommended changes to the City's Classification, Compensation, and Position Allocation Plans require Council approval.

ACTIONS FOLLOWING APPROVAL

Personnel staff will add the new classification description to the City's Classification and Compensation Plans. The position allocation in the Administration, Planning and Development Services, General Services, and the Public Utilities Departments will be modified as noted in Attachment A of Attachment 2.

Prepared by: Lori Shively, Personnel/Risk Manager

Reviewed by: City Manager *AH*

RESOLUTION 22-__

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS APPROVING AMENDMENTS TO THE CITY'S CLASSIFICATION AND COMPENSATION PLANS BY ADDING THE COMMUNICATIONS AND MARKETING ANALYST TO THE ADMINISTRATION, PLANNING AND DEVELOPMENT SERVICES, GENERAL SERVICES, AND PUBLIC UTILITIES DEPARTMENTS

WHEREAS, it has been determined that it is necessary to add the Communications and Marketing Analyst classification to support City media relations, marketing, advertising and citizen communications; and

WHEREAS, amendments to the classification definition, class characteristics, duties, and education and experience are necessary in order to accurately depict the current scope of duties; and

WHEREAS, modification of the City's Classification and Compensation Plans requires authorization by the City Council.

NOW, THEREFORE, BE IT RESOLVED, that the City of Clovis shall modify the City's Classification and Compensation Plans to include the Communications and Marketing Analyst classification as noted in Attachment A, with a salary range of \$7,711 - \$9,373.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 19, 2022, by the following vote, to wit.

- AYES:
NOES:
ABSENT:
ABSTAIN:

DATED: December 19, 2022

Mayor

City Clerk

City of Clovis
Communications and Marketing Analyst
Monthly Salary: \$7,711 - \$9,373

DEFINITION

Under administrative direction, perform a variety of professional level and highly complex assignments involving planning, coordinating, and executing comprehensive communications and marketing efforts for the City, including the publicity of city programs, services and events. Responsible for media and community outreach and engagement, content management of City websites and social media accounts, and digital content creation. This position will represent the City at a wide variety of meetings and public forums and provide responsible assistance to City staff, elected and appointed officials; and to perform related work as required.

CLASS CHARACTERISTICS

This single-position classification is a journey level professional managerial classification that reports to the City Manager or Economic Development, Housing and Communications Director. Incumbent performs the assigned duties with minimum of supervision and develops, plans, organizes, supervises and implements various City or department wide programs. This classification has considerable independence in selecting work methods and procedures. Instructions given by the supervisor generally do not provide all of the necessary information to complete the assignment. Incumbents typically give guidance to other office support staff. Incumbent is expected to resolve most problems confronted through the application of judgment and precedent, referring to the supervisor only those situations which involve the establishment of new procedures, or which involve solutions which are inconsistent with established procedures or policies.

EXAMPLES OF DUTIES

Provide support and advice to all City departments, City Manager, City Council, and the Mayor regarding internal and external communications, media relations, marketing, advertising and citizen relations and participation. Develop proactive programs and procedures to educate the public, positively influence public opinion and make citizens better informed voters. Develop crisis and emergency response communication programs for such situations as fires, industrial accidents, natural disasters, and major crimes. Interface with the media and organize press briefings. Research, write, edit and issue press releases, news articles, feature stories and public service announcements for print, radio, television and digital media. Respond to inquiries from the media, City Officials, community groups, businesses, employees and general public; administer marketing and advertising contracts for City enterprises. Plan, coordinate and publicize public events and workshops. Work with City staff in analyzing specific departmental communication needs and developing strategic communication and marketing plans and programs to meet those needs. Create and

implement, in collaboration with the City Manager's Office, internal communication plans focused on sharing information with employees and collecting information from them. Provide staff assistance to the City Manager's office, and other departments; prepare and present staff reports and other necessary correspondence. Conduct surveys, perform research and analyze data for use in assisting departments throughout the City achieve their goals. Coordinate assigned activities with those of other departments, outside agencies, and organizations. Supervise, train, and review the work of technical and administrative support staff, volunteers and work groups. Participate on a variety of boards, commissions, and committees. Be familiar with social media and stay informed with new social media trends and perform related duties as assigned.

TYPICAL QUALIFICATIONS

LICENSE REQUIRED

- Possession of a valid California driver's license and a good driving record.

EDUCATION AND EXPERIENCE

Education:

- Graduation from accredited college or university with a bachelor's degree in Journalism, Public Relations, Marketing, Communications, or a related field.

And

Experience:

- Five (5) years of media experience, journalism, public relations, marketing, or community relations.

QUALIFICATIONS

Knowledge of:

- Basic principles and practices of administrative procedures and public administration including organization, staff supervision, workflow, data collection and analysis;
- Principles and practices of public information dissemination and promotion;
- Principles and practices of journalism and public relations and an understanding of various media;
- Principles and practices of marketing; including research, analytical, and statistical methods and techniques;
- Knowledge and use of social media and community engagement;
- Use organizational skills to successfully manage projects;
- Graphic creation and video editing software, including Adobe;
- Update and maintain website content and design through the WordPress content management system;

- Prepare and distribute press releases;
- Spreadsheet, database, word processing and presentation computer software at an advanced level;
- Report creation and oral presentation;
- Planning and coordinating public events and workshops;
- State and local government organization and operation;
- Federal, State, and local laws and regulations relating to assigned areas of responsibility.

Ability to:

- Communicate clearly, both verbally and in writing;
- Work independently and strategically;
- Manage multiple projects at once;
- Exercise patience and professionalism;
- Demonstrate strong computer and media equipment operation and setup skills;
- Perform photography and videography work as needed;
- Create graphic material using software such as InDesign, Illustrator, Photoshop, and Canva
- Edit recorded video with video editing software including Adobe Premiere Pro, iMovie and/or other video editing software;
- Operate standard office equipment;
- Operate a vehicle, observing legal and defensive driving practices;
- Relate and communicate with the media public with a courteous behavior and professional demeanor;
- Update and maintain website content and design through the WordPress content management system;
- Coordinate special projects and community outreach;
- Engage and communicate with the media over email, text, social media and in person.

**SUPPLEMENTAL INFORMATION
PHYSICAL DEMANDS AND WORKING CONDITIONS**

- Work is primarily sedentary and performed in an office environment.
- Incumbent is required to attend periodic evening meetings and occasional weekend events.
- Incumbent is required to travel within and out of City to attend meetings.
- Positions in this classification are designated as confidential under the Meyers-Millas Brown Act and are exempt employees under the Fair Labor Standards Act.

RESOLUTION 22-__

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS
APPROVING AN AMENDMENT TO THE FY 2022-23 POSITION ALLOCATION PLAN**

WHEREAS, the FY 2022-23 Position Allocation Plan in the Administration, Planning and Development Services, General Services, and Public Utilities Department was approved as part of the FY 2022-23 City budget adoption process; and

WHEREAS, a review of the staffing needs of the City indicates that it is necessary to create a Communications and Marketing Analyst classification to maintain the social media accounts, marketing, and media relations for the City; and

WHEREAS, the Communications and Marketing Analyst position will be added to the 2022-2023 position allocation while the Public Affairs and Information Manager will be deleted; and

WHEREAS, amending the City’s adopted FY 2022-23 Position Allocation Plan requires City Council authorization.

NOW THEREFORE, BE IT RESOLVED that the City of Clovis shall amend the City’s FY 2022-23 Position Allocation Plan as noted in Attachment A.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 19, 2022, by the following vote, to wit.

- AYES:
- NOES:
- ABSENT:
- ABSTAIN:

DATED: December 19, 2022

Mayor

City Clerk



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: General Services Department

DATE: December 19, 2022

SUBJECT: General Services – Approval – Res. 22-____, Amending the City’s FY 2022-2023 Position Allocation Plan by deleting one (1) Principal Office Assistant and adding one (1) Administrative Assistant position within the Police Department.

ATTACHMENTS: 1. Res. 22-____, Position Allocation Plan

CONFLICT OF INTEREST

None.

RECOMMENDATION

For Council to approve a resolution amending the City’s FY 2022-2023 Position Allocation Plan by deleting one (1) Principal Office Assistant position and adding one (1) Administrative Assistant position within the Police Department.

EXECUTIVE SUMMARY

Currently, the Police Department Records Division is authorized for seven (7) Principal Office Assistant positions and two (2) Administrative Assistant positions for fiscal year 2022-2023. It is recommended that the City’s Position Allocation Plan be amended by deleting one (1) Principal Office Assistant positions and adding one (1) Administrative Assistant positions within the Police Department to improve communication and provide additional support to staff. Council approval is required for changes to the Position Allocation Plan.

BACKGROUND

The Police Department has evaluated the work assignments and needs in the Records Division and have determined that the addition of one (1) Administrative Assistant position and the deletion of one (1) Principal Office Assistant position will more efficiently support the current needs of the department.

The Records Division has the responsibility for ensuring police records and confidential information are only released with proper authorization. The front-office processes records released to the public, while the back-office processes cases to be released to other law enforcement agencies and the district attorney’s office. By converting a Principal Office Assistant

to Administrative Assistant, the two separate areas would have improved communication, increased support and added oversight in each area. In addition, the new position will help assist with the transition from the current case management system to a new system within the next year.

The position allocation change would result in six (6) Principal Office Assistants and three (3) Administrative Assistant positions within Records. The desired position allocation change results in the need to modify the City's Position Allocation Plan, which requires Council approval.

FISCAL IMPACT

The fiscal impact of salary and benefits for this position allocation change would be approximately \$8,000.00. There are adequate funds in the Police Department budget to cover any additional costs for each position.

REASON FOR RECOMMENDATION

The deletion of one (1) Principal Office Assistant position and the addition of one (1) Administrative Assistant position will provide needed additional oversight within the sensitive information within the Police Department Records Division. The change must be reflected in the authorized FY 2022-2023 Police Department position allocation. Modification of the Position Allocation Plan requires Council Approval.

ACTIONS FOLLOWING APPROVAL

The position allocation for the Police Department will be modified as noted in Attachment A of Attachment 1. The position will be filled through a current eligibility list.

Prepared by: Shonna Halterman, General Services Director

Reviewed by: City Manager *AH*

RESOLUTION 22-___

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS
APPROVING AMENDMENTS TO THE CITY'S FY 22-23 POSITION ALLOCATION PLAN**

WHEREAS, the FY 22-23 Position Allocation Plan in the Police Department was approved as part of the FY 22-23 City budget adoption process; and

WHEREAS, a review of the staffing needs of the City indicates that the addition of one (1) Administrative Assistant position and the deletion of one (1) Principal Office Assistant position is necessary in order to provide the needed capacity to cover the complex work assignments within the Police Department Records Division; and

WHEREAS, amending the City's adopted FY 22-23 Position Allocation Plan requires City Council authorization.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Clovis that the City's FY 22-23 Position Allocation Plan shall be amended as noted in Attachment A.

* * * * *

The foregoing Resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 19, 2022, by the following vote to wit:

- AYES:
- NOES:
- ABSENT:
- ABSTAIN:

DATED: December 19, 2022

Mayor

City Clerk

POSITION ALLOCATION ADJUSTMENT BY DEPARTMENT FY 22-23

DEPARTMENT	NUMBER OF POSITIONS
Police Department	
Add: Administrative Assistant	1.0
Delete: Principal Office Assistant	1.0



CITY of CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Planning and Development Services

DATE: December 19, 2022

SUBJECT: Planning and Development Services – Approval – Final Acceptance for Final Map for Tract 6221, located at the northwest corner of Ashlan Avenue and Locan Avenue (Wilson Premier Homes, Inc.) (Councilmember Mouanoutoua has a conflict of interest on this item)

ATTACHMENTS: 1. Vicinity Map

CONFLICT OF INTEREST

Councilmember Mouanoutoua owns property within 1000 feet of the subject property and, pursuant to law, must abstain from participation and decision regarding this item.

RECOMMENDATION

For the City Council to:

1. Accept the public improvements for Tract 6221, and authorize recording the Notice of Completion; and
2. Authorize the release of the Performance Surety immediately and then release of the Labor and Materials Surety ninety (90) days after the recordation of the Notice of Completion, (provided no liens have been filed) and release of Public Improvements Maintenance Surety upon the expiration of the one-year warranty period and provided any defective work has been repaired to the City's satisfaction.

EXECUTIVE SUMMARY

The owner, Wilson Premier Homes, Inc., has requested final acceptance of the public improvements constructed or installed in conjunction with this tract. The public improvements include all those shown on the subdivision improvement plans approved by the City Engineer. The construction or installation of the public improvements is complete. The owner has requested final acceptance. Staff is recommending approval of their request.

All landscaping has been constructed. The construction or installation of the public improvements is complete. The owner has requested final acceptance. Staff is recommending approval of their request.

FISCAL IMPACT

The cost for periodic routine maintenance, as well as repairs needed as the improvements deteriorate with age and usage, will be incorporated to the annual maintenance budget of the Public Utilities Department as these costs are identified.

REASON FOR RECOMMENDATION

The Subdivision Map Act requires that once construction of the required improvements has been completed in compliance with all codes, plans and specifications, and all other required documents have been completed and submitted, final acceptance is required, and the appropriate sureties are released.

ACTIONS FOLLOWING APPROVAL

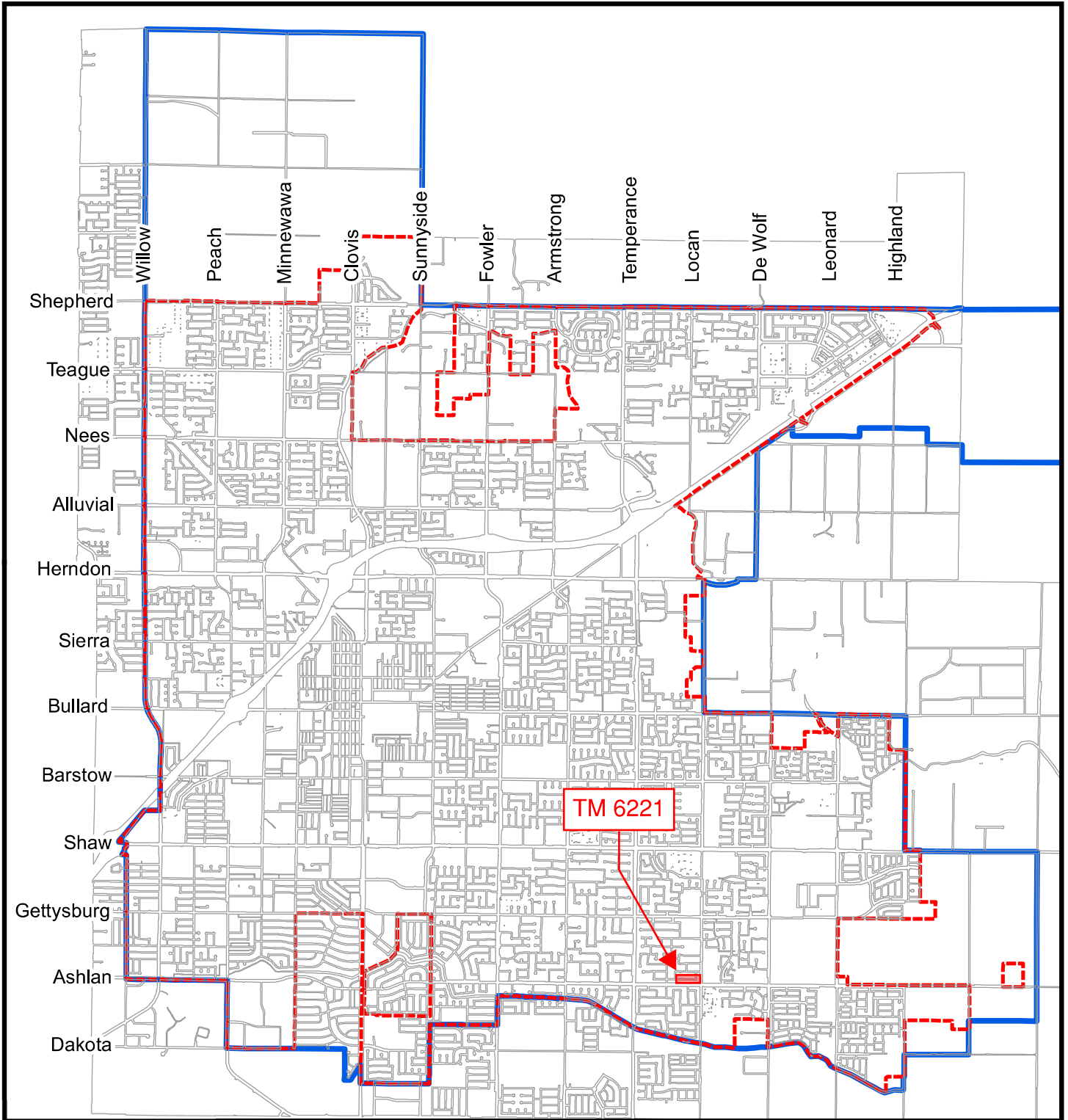
Record the Notice of Completion and release the Performance, Labor and Materials, and Maintenance Sureties as appropriate.

Prepared by: Gene G. Abella, Civil Engineer

Reviewed by: City Manager *AA*

VICINITY MAP

TM 6221 (Wilson Premier Homes, Inc.)



Attachment 1





CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Planning and Development Services

DATE: December 19, 2022

SUBJECT: Consider Approval - Res. 22-____, CUP2022-005 Appeal. Consideration of a resolution denying a request by George Beal to overturn the Planning Commission's approval of CUP2022-005, which allows a 24-hour convenience store and the sale of liquor and alcoholic beverages for off-site consumption on property located on the northeast corner of N. Temperance Avenue & Owens Mountain Parkway. Dave Virk, LLC, owner/applicant; Bottom Line Group LLC – Seth Ramirez, owner's representative; George Beal – Beal Developments LLC; applicant of appeal.

Staff: Marissa Jensen, Assistant Planner

Recommendation: Deny appeal and approve project

ATTACHMENTS:

1. Draft Resolution
2. CUP2022-005, Conditions of Approval
3. Appeal Submittal
4. Applicant's Response to Appeal
5. Sunrise Pavilion Planned Commercial Center (P-C-C) Use Schedule

CONFLICT OF INTEREST

None.

RECOMMENDATION

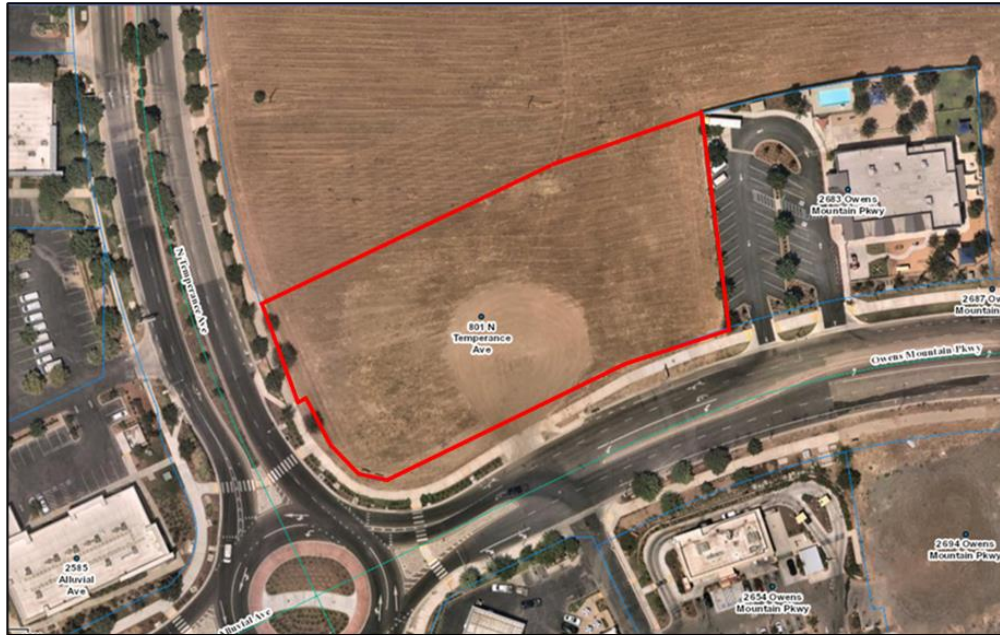
Staff recommends that the City Council uphold the Planning Commission's approval of CUP2022-005.

EXECUTIVE SUMMARY

The appellant is requesting that the City Council overturn the Planning Commission's approval of Conditional Use Permit (CUP) 2022-005 which occurred at its October 27, 2022, meeting. The CUP approval was for a new convenience store with fuel sales, the sale of liquor and alcoholic beverages for off-site consumption, and 24-hour operations on property located at the northeast corner of North Temperance and Owens Mountain Parkway, in the existing Sunrise Pavilion Planned Commercial Center (P-C-C). On November 10, 2022, staff received an appeal of the

Planning Commission's approval of CUP2022-005 (**Attachment 3**). After review of the applicant's reasons for appeal, staff's findings remain consistent with the initial conditional use permit approval and therefore, staff recommends that the City Council make a finding to deny the appeal.

FIGURE 1 – Project Location



□ = Project Boundary

BACKGROUND

On October 27, 2022, the Planning Commission approved three conditional use permits associated with the proposed development at the northeast corner of North Temperance and Owens Mountain Parkway (subject site). The proposed development includes two buildings, one on the eastern part of the site (“East Building”) and one on the western part of the site (“West Building”) (see figure 2). A brief description of each of the three use permits and how they relate to the overall development of the subject site is provided as follows:

- CUP2022-004 approved a drive through use/service window for a quick service restaurant (QSR) inside the East Building. The appeal does not affect this part of the overall project.
- CUP2022-005 approved a 24-hour convenience store with fuel sale, the sale of liquor and alcoholic beverages for off-site consumption, and a QSR drive through use inside the West Building. This is the approval that is being appealed by Mr. Beal.
- CUP2022-007 was a request to amend the previously adopted use schedule in the Sunrise Pavilion Planned Commercial Center (P-C-C) to include 24-hour uses. This was

necessary to accommodate the 24-hour convenience store proposed within the West Building with CUP2022-005. The appeal does not affect this part of the overall project.

The Conditional Use Permit Process

The conditional use permit process enables the Planning Commission to make a finding that the proposed development is in compliance with the intent and purpose of Chapter 9.64.050 of the City's Municipal Code. The chapter provides the following list of six findings required for the approval of a CUP. The proposed development must be consistent with the findings:

1. The proposed use is conditionally allowed within, and would not impair the integrity and character of, the subject zoning district and is in compliance with all of the applicable provisions of this Development Code;
2. The proposed use is consistent with the General Plan and any applicable specific plan;
3. The design, location, size, and operating characteristics of the proposed use are compatible with the existing and future land uses and would not create significant noise, traffic, or other conditions or situations that may be objectionable or detrimental to other allowed uses operating nearby or adverse to the public interest, health, safety, convenience, or welfare of the City;
4. The subject parcel is physically suitable in size and shape for the type and density/intensity of use being proposed;
5. There are adequate provisions for public access, water, sanitation, and public utilities and services to ensure that the proposed use would not be detrimental to public health and safety; and
6. The proposed project has been reviewed in compliance with the provisions of the California Environmental Quality Act.

The CUP process also provides the opportunity for the applicant or any aggrieved person to appeal the Planning Commission's determination or decision to City Council. During the appeal hearing, the City Council may consider any issue(s) associated with the appeal in addition to the specific grounds for the appeal. As the review authority of this appeal, City Council must consider the same six findings as did the Planning Commission, and if the Planning Commission's approval is to be upheld, the City Council must adopt the six findings as outlined above. Moreover, when reviewing the appeal, the City Council may:

1. By resolution, affirm, affirm in part, or reverse the action, the determination, or decision that is the subject of the appeal;
2. Adopt additional conditions of approval deemed reasonable and necessary, and may even address issues or concerns that go beyond the subject of the appeal; or

3. Disapprove the permit or approval granted by the previous review authority, even though the appellant only requested a modification or elimination of one or more conditions of approval.

PROPOSAL AND ANALYSIS

CUP2022-005 Project Approval

Project Site

The project site is an approximately 1.9-acre vacant parcel that is located at the northeast corner of Temperance Avenue and Owens Mountain Parkway, and within the Sunrise Pavilion Commercial Center. This area is generally surrounded by commercial uses and office spaces. The Sunrise Pavilion Commercial Center is partially developed with the majority of development on the south side of Owens Mountain Parkway including businesses such as the Chevron fuel station and Jonny Quick convenience market, Starbucks, McDonald's, and Riley's.

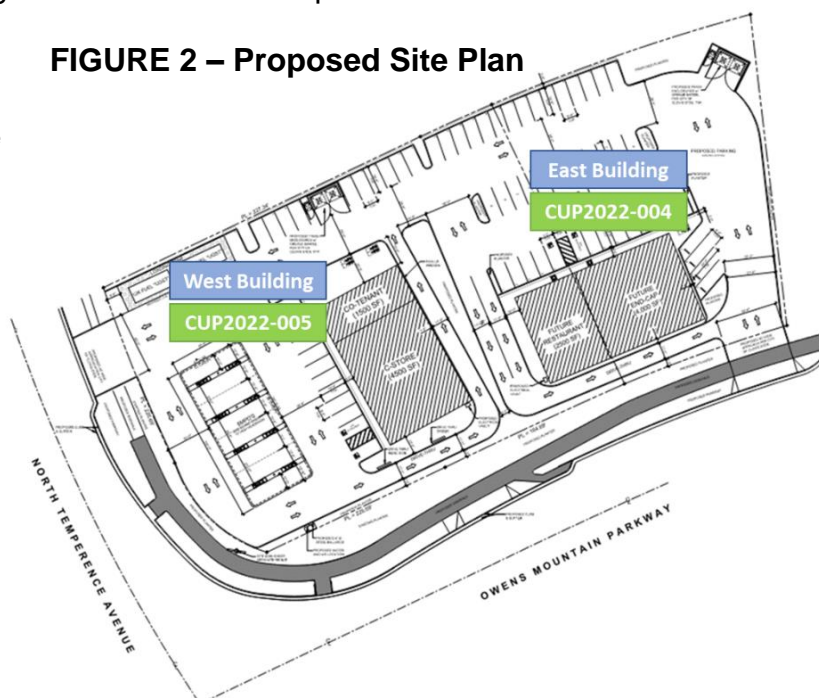
As described in the Background section of this report, the project applicant requested, and the Planning Commission approved three conditional use permits to facilitate the development of the subject site. However, only one of these approvals, CUP2022-005, was appealed. CUP2022-005 authorizes the following uses for the West Building on the site:

- Fuel station with convenience market
- Drive-through use for co-tenant space
- Alcohol sales for off-site consumption
- 24-hour operations

The West Building consists of a 4,500 square foot convenience store with a 1,500 square foot designated food service-QSR co-tenant space and ancillary drive through. The convenience store proposed to operate in conjunction with fuel sales (including a fuel canopy) and the sale of liquor and alcoholic beverages for off-site consumption.

FIGURE 2 – Proposed Site Plan

- =CUP2022-004: Quick Service Restaurant with Drive Through
- =CUP2022-005: Gas Station & Convenience Store



24-Hour Operations

The Sunrise Pavilion Commercial Center is a planned commercial center with unique development standards and uses allowed. In the case of Sunrise Pavilion, a specific use schedule was established when the City Council approved the rezoning to P-C-C in 2002 (**Attachment 5**). Under this use schedule, general retail and restaurants are permitted by-right, while drive-up windows and convenience stores require the approval of a conditional use permit. Prior to the approval of CUP2022-007, the use schedule did not allow for 24-hour uses. For this reason, the approval of CUP2022-007 was necessary to modify the existing use schedule to add 24-hour uses. City ordinance allows the modifications of P-C-C use schedules through the conditional use permit process. The Planning Commission approved CUP2022-007 modifying the P-C-C use schedule to include 24-hour operations through conditional use permit approval.

Project Operations

The service station component of the project includes the sale of vehicle fuel. The convenience market will sell typical merchandise as well as sandwiches and alcohol. Alcohol sales will not exceed 25% of the retail area of the building. The service station and convenience market are proposing business hours to be 24 hours, seven days a week. The quick service restaurant is proposing business hours to be within normal business hours. There are no residential properties adjacent to the proposed site or other uses in close proximity that would be negatively impacted by 24-hour operations. No objections to the 24-hour use had been identified prior to the appeal.

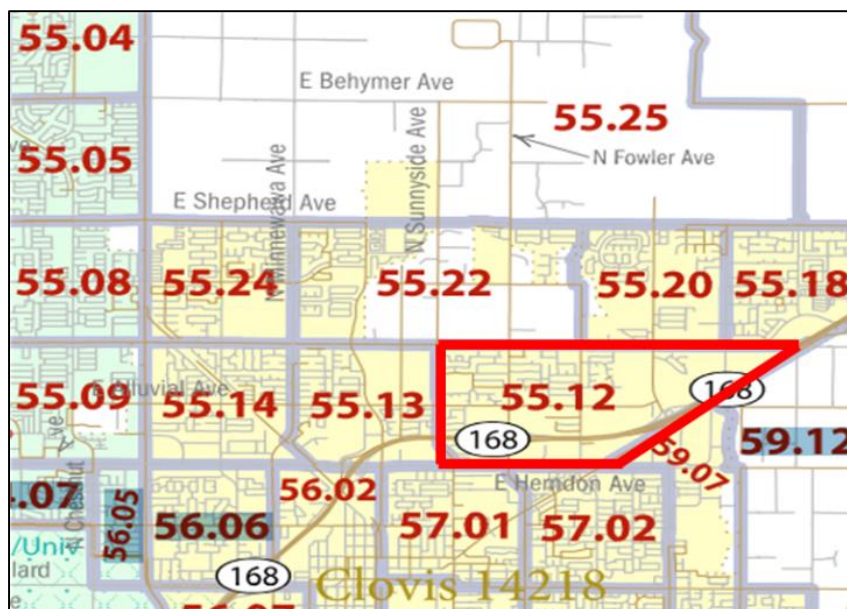
Drive Through Use and Standards

The approved 4,500 square foot convenience store was designed to include a 1,500 square foot co-tenant space with ancillary drive-through service. Similar to the QSR and retail space, the user for the co-tenant space is unknown and project operations are not yet identified for the drive-through location. The conditions of approval also specify that any future tenant identified by the City as a high-volume drive-through user may trigger additional review and requirements for vehicle stacking above the typical standard.

Alcohol Sales (Type 21)

As a part of the conditional use permit request, the applicant was seeking approval of alcohol sales for off-site consumption. The associated ABC license is a Type 21 which allows for the sale of beer, wine, and distilled spirits. Although this request for alcohol sales is included as part of CUP2022-005 as a matter of land use operation, based on a previous delegation by the City Council in 2000 and reaffirmed in 2011, the Clovis Police Department (CPD) has full authority for decisions related to obtaining an ABC license. This request was routed to the City's Police Department for review. Discussion with the Police Department confirmed that there are no concerns with the project proposal. In addition, there are no concerns with the location of the convenience store regarding oversaturation of Type 21 ABC licenses within the designated census tract.

FIGURE 3 – Census Tract 55.12



Planning Commission Meeting

CUP2022-005 was brought before the Planning Commission for consideration at its October 27, 2022, meeting. The Planning Commission had no major comments or concerns related to the conditional use permit request. The applicant spoke in support of the project and provided background regarding the proposal. The appellant, Mr. Beal, was present at the hearing and spoke against the project. His concerns include the sale of alcohol and the 24-hour operation proposed for this project which is located across the street from his business. Mr. Beal is the owner and operator of the Chevron fuel station/Jonny Quick convenience market. He expressed concern with the proximity of another entity that sells alcohol. Additionally, he believes the 24-hour operation is inconsistent with the character of the area. Due to these reasons, Mr. Beal believes the project will have adverse effects on his establishment’s success. Other than the applicant and Mr. Beal, no other testimony was presented regarding the project. The Planning Commission ultimately approved the CUP2022-005 by a vote of 5-0.

Below are staff’s findings for CUP2022-005. These findings were provided in the staff report to the Planning Commission.

Finding 1:

The proposed use is conditionally allowed within and would not impair the integrity and character of, the subject zoning district and is in compliance with all of the applicable provisions of this Development Code.

Each component of the subject Project is allowed within the P-C-C Zone Districts with an approved conditional use permit. The Project will be in compliance with applicable provisions, development standards and subject to the conditions of approval. This Project will undergo site plan review (SPR) to further ensure that the site layout and development standards are met.

During the SPR review, the height, setbacks, parking standards, and aesthetics will be reviewed to ensure that applicable standards are met.

Finding 2:

The proposed use is consistent with the General Plan and any applicable Specific Plan.

This Project is consistent with the 2014 Clovis General Plan. The underlying General Plan land use designation of MU-BC (Mixed-use Business Campus) would remain unchanged, and the proposed use is acceptable within the underlying General Plan land use designation, according to the 2014 Clovis General Plan.

Finding 3:

The design, location, size, and operating characteristics of the proposed use are compatible with the existing and future land uses and would not create significant noise, traffic, or other conditions or situations that may be objectionable or detrimental to other allowed uses operating nearby or adverse to the public interest, health, safety, convenience, or welfare of the City.

The Project proposed three conditional use permits to allow the development of a small retail center. This Project is compatible with the existing uses and will complement the area in which it is situated. The Project complements the uses within the R-T Park and P-C-C Zone Districts and will not be out of the ordinary as it relates to the character of the surrounding area. Further, the Project will maintain the general circulation pattern by retaining primary ingress/egress from Owens Mountain Parkway and Temperance Avenue.

Finding 4:

The subject parcel is physically suitable in size and shape for the type and density/intensity of use being proposed.

The subject parcel is physically suitable in size and shape for the proposed project. The Project will be required to comply with all conditions from Public Utilities and Engineering, which will further ensure the site is suitable for the proposed uses.

Finding 5:

There are adequate provisions for public access, water, sanitation, and public utilities and services to ensure that the proposed use would not be detrimental to public health and safety.

The Project will comply with all applicable public health standards. Details and final approval will occur during engineering review if approved. This review will ensure utility services are sufficient to accommodate the Project and impose conditions for upgrades as needed. There are no concerns related to public utilities and services.

Finding 6:

The proposed project has been reviewed in compliance with the provisions of the California Environmental Quality Act (CEQA) and there would be no potential significant negative effects upon environmental quality and natural resources that would not be properly mitigated and monitored, unless findings are made in compliance with CEQA.

The City has determined that this Project is exempt from CEQA pursuant to CEQA Guidelines Section 15332 (Class 32 – Infill Development Projects) for the development and operation of CUP2022-005.

The Class 32 categorical exemption exempts Projects that satisfy the following criteria: (a) the Project is consistent with the applicable land use designation, General Plan policies, and zoning; (b) is located within city limits on a project site of no more than five acres substantially surrounded with urban uses; (c) is located on a site with no value as habitat for endangered, rare, or threatened species; (d) would not result in significant effects relating to traffic, noise, air quality, and water quality; and (e) is located on a site that can be adequately served by all utilities. The exceptions identified in Section 15300.2 identify further review of an exemption by the project's potential to result in a cumulative impact, significant effect, proximity to a scenic highway, location on or within the vicinity of a hazardous waste site, and/or the potential to negatively impact a historical resource. Based on staff's review, these exceptions would not be triggered by the proposed Project. The project is determined to be categorically exempt.

The Appeal

According to his appeal letter (**Attachment 3**), the appellant opposes the Project approval under the premise that the 24-hour operation and an additional Type 21 Liquor License are not suitable for the center. In the appeal letter, the appellant indicates that the Project would "change the character of the area". The appeal highlights two concerns, the first being that two Type 21 Liquor Licenses would be across the street from each other. The second concern is that the 24-hour operation is not consistent with the Johnny Quick (appellant's business), Chevron, Starbucks, McDonald's, and Riley's hours across the street. According to the appellant, the change in character of the area could be detrimental to his business.

Staff's Response to the Appeal

In response to the contentions of the appellant, staff has reviewed the appeal criteria and found that the basis of the appeal relies on errant assumptions. The appellant states that two Type 21 Liquor Licenses will be across from each other. The Type 21 License allows for the sale of beer, wine, and distilled spirits to be purchased and consumed off-site. Both the Clovis Police Department and Fresno Division of the Alcoholic Beverage Control expressed no concerns regarding having two Type 21 Licenses across from each other. Additionally, there are no concerns with the location of the convenience store regarding oversaturation of Type 21 ABC licenses within the designated census tract, 55.12. This census tract is not located in a high crime area. Four off-site sales locations (Type 21 Licenses) are allowed in this census tract and there are currently two existing.

In addition, staff is unable to support the appellant's statement that the 24-hour operation will change the character of the area. The P-C-C encourages innovative design resulting in an environment superior to conventional commercial development. This zoning district allows all uses customarily associated with commercial centers if designated as part of the approved development plan. The P-C-C use schedule can be amended through the CUP process. Since the use schedule was amended and approved through CUP2022-007 by the Planning Commission, 24-hour operating uses are allowed within the P-C-C Zone District with an approved CUP.

In this situation, the existing similar uses (such as Mr. Beal's business) operate from 4:30 am to 12:00 am Monday through Thursday, from 4:30 am to 1:00 am on Friday, from 5:00 am to 1:00 am on Saturday, and 6:00 am to 12:00 am on Sunday. Although these hours are not considered 24-hour, the difference is an average of 4.5 hours for closing hours. The difference in hours of operations is not significant enough that it would render a substantial deviation from existing characteristics of the area. Additionally, the 24-hour operation may be beneficial in service to the nearby hospital staff, California Health Science University students and faculty, City Fire Station 5, and visitors to the area.

Applicant's Response to the Appeal

The applicant was provided with notice of the appeal and a copy of the appeal letter. Though not required by the Municipal Code, the applicant provided a response to the appeal which elaborates on why the Planning Commission's approval should be upheld (Attachment 4).

FISCAL IMPACT

None.

REASON FOR RECOMMENDATION

In consideration of the information provided in this report, staff continues to support the Planning Commission's approval of CUP2022-005. Staff has determined that the justification provided for the request to remove the Type 21 Liquor License and 24-hour operation is not sufficient, and therefore recommends that the City Council uphold the Planning Commission's determination to deny the appeal of CUP2022-005.

ACTIONS FOLLOWING APPROVAL

None.

Prepared by: Marissa Jensen, Assistant Planner

Reviewed by: City Manager *JH*

RESOLUTION 22- _____**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS DENYING THE APPEAL AND APPROVING CONDITIONAL USE PERMIT 2022-005 TO ALLOW A 24-HOUR CONVENIENCE STORE AND THE SALE OF LIQUOR AND ALCOHOLIC BEVERAGES FOR OFFSITE CONSUMPTION AND A QSR DRIVE THROUGH USE WITHIN THE SUNRISE PAVILION PLANNED COMMERCIAL CENTER AND FINDING THE PROJECT IS EXEMPT FROM CEQA PURSUANT TO A CLASS 32 CATEGORICAL EXEMPTION**

WHEREAS, George Beal – Beal Developments LLC (Appellant), 1175 Shaw Avenue #104, Clovis, CA 93612, applied for an appeal to the Planning Commission’s approval of Conditional Use Permit 2022-005 for a 24-hour convenience store and the sale of liquor and alcoholic beverages for off-site consumption, located on the northeast corner of North Temperance Avenue and Owens Mountain Parkway; and

WHEREAS, the Planning Commission considered Conditional Use Permit 2022-005 and the CEQA analysis outlined in the staff report provided for its October 27, 2022 meeting and determined the Project meets the requirements of a Class 32 (Infill Development) Categorical Exemption pursuant to CEQA Guidelines section 15332 on October 27, 2022; and

WHEREAS, at the duly noticed public hearing held on October 27, 2022, the Planning Commission approved CUP2022-005 by vote of 5-0; and

WHEREAS, the Municipal Code allows the applicant or any aggrieved person to appeal the Planning Commission’s approval of a CUP to the City Council, where the City Council may consider any issues(s) associated with the appeal in addition to the specific grounds for the appeal; and

WHEREAS, the City published notice of the public hearing in the Fresno Business Journal on Monday, December 5, 2022, mailed public notices to property owners within 850 feet of the Property ten (10) days prior to the City Council hearing, and otherwise posted notice of the public hearing according to applicable law; and

WHEREAS, the City Council held a noticed public hearing on December 19, 2022, to consider the Project; and

WHEREAS, the City Council has reviewed the record of proceedings as reflected in the October 27, 2022, staff report, which includes the November 10, 2022, submittal of appeal to CUP2022-005, and other oral and documentary evidence presented to the City Council during the appeal.

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

1. Denies the appeal and upholds the Planning Commission’s approval of CUP2022-005 for the reasons expressed during the public hearing as further set forth in the administrative record.
2. The Project satisfies the required findings for approval of a conditional use permit, as follows:
 - a. The proposed use is conditionally allowed within, and would not impair the integrity and character of, the subject zoning district and is in compliance with all of the applicable provisions of this Development Code.
 - b. The proposed use is consistent with the General Plan and any applicable specific plan.
 - c. The design, location, size, and operating characteristics of the proposed use are compatible with the existing and future land uses and would not create significant noise, traffic, or other conditions or situations that may be objectionable or detrimental to other allowed uses operating nearby or adverse to the public interest, health, safety, convenience, or welfare of the City.
 - d. There are adequate provisions for public access, water, sanitation, and public utilities and services to ensure that the proposed use would not be detrimental to public health and safety.
 - e. The subject parcel is physically suitable in size and shape for the type and density/intensity of use being proposed.
 - f. The proposed project has been reviewed in compliance with the provisions of the California Environmental Quality Act (CEQA).
3. The City Council finds that the Project is categorically exempt from CEQA pursuant to CEQA Guidelines section 15332 (Class 32 – Infill Development).
4. The basis for the findings is detailed in the December 19, 2022, staff report, which is hereby incorporated by reference, the entire Administrative Record, as well as the evidence and comments presented during the public hearing.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 19, 2022, by the following vote, to wit.

AYES:
 NOES:
 ABSENT:
 ABSTAIN:

DATED: December 19, 2022

 Mayor

 City Clerk

CONDITIONS OF APPROVAL
CUP2022-005
PLANNING DIVISION CONDITIONS
(Marissa Jensen, Division Representative – (559) 324-2338)

1. This Conditional Use Permit approval is for a 24-hour convenience store with fuel sales and the sale of liquor and alcoholic beverages for offsite consumption (Type 21 ABC License) and a QSR drive through use at the northeast corner of Temperance & Owens Mountain Parkway, as indicated as “West Building” on the site plan exhibit included in the October 27, 2022 Planning Commission staff report.
2. This Conditional Use Permit allows for the sale of alcohol within a convenience store, subject to all applicable Alcoholic Beverage ABC license requirements and Clovis Police Department approval and conditions.
3. This Conditional Use Permit is not transferable to another location.
4. This Conditional Use Permit does not permit or otherwise allow for the operation of the site and/or uses other than explicitly described in the accompanying staff report from the October 27, 2022 Planning Commission.
5. A separate Site Plan Review (SPR) and approval shall be required prior to the construction of any structures and/or prior to any site modifications.
6. The site and its exterior shall remain maintained and free from debris and trash. This includes no outdoor stacking of empty crates, boxes, and/or pallets along the exterior of the structures.
7. The applicant shall operate in a manner that complies with the Clovis Municipal Code so that it does not generate noise, odor, or vibration that adversely affects any adjacent properties.
8. There shall be no use of exterior music and/or outdoor speaker systems.
9. Unless otherwise permitted through an appropriate entitlement, there shall be no outdoor displays and/or sales of merchandise, including the use of vending machines (i.e., propane exchange cages, vending machines, ice machines, etc.).
10. All signs for this use shall comply with the Clovis Sign Ordinance and the Sunrise Pavilion PCC and require separate sign permits. Temporary signs shall be per Code and the use of mascots and sign waivers shall be prohibited.
11. The applicant shall consult with the City of Clovis Building Division on any building code requirements. All conditions of this Conditional Use Permit shall be addressed prior to operation of the facility.

12. Any future request to expand and/or modify the use shall be subject to an amendment to the CUP.
13. An abandonment or cessation of this use for a period exceeding 90 days shall cause this approval to be scheduled for revocation.
14. Fuel delivery shall pull completely onto the site during deliveries and shall not block any pedestrian and/or vehicular circulation.
15. All parking of employees shall occur on-site.
16. The use shall provide for 5.0 vehicle parking spaces per 1,000 square feet of gross floor area.
17. The use shall comply with the standards for drive-through uses under Section 9.40.090 of the Clovis Municipal Code, including but not limited to the following standards:
 - Each drive-through aisle shall maintain a minimum 12-foot width and a minimum 10 foot interior radius at curves;
 - Each drive-through aisle shall be appropriately screened with a minimum 3-foot-high decorative masonry wall (a combination of landscape and walls may be used, subject to approval by the Planning Division); and
 - Each drive-through aisle shall provide enough space to accommodate at least five (5) vehicles and at least eight (8) waiting vehicles between the menu board and the drive-up window.
18. As a minimum standard, all drive-through aisles shall provide sufficient space before the menu board to accommodate at least 5 waiting vehicles and at least 8 waiting vehicles between the menu board and the drive-up window. For any drive-through use identified by the City as being a high-volume drive-through, additional queueing capacity will be required based on the specific characteristics of the proposed use and the location and configuration of the drive-through lane(s).
19. Architecture shall be compatible with the existing PCC buildings and the R-T requirements.
20. CUP2022-005 may be reviewed one year after the facility use begins for compliance with the conditions of approval. Clovis Planning staff may conduct a review of the use in regard to conditions of approval and present findings of this review to the City Planner.
21. This conditional use permit is approved per the conceptual site plan attached as Exhibit 6 of the October 27, 2022 Planning Commission staff report. Any major modifications will require an amendment to this conditional use permit.

FIRE DEPARTMENT CONDITIONS
(Rick Fultz, Department Representative – (559) 324-2214)

Roads / Access

22. Fire Apparatus Access Roads (26'): Fire apparatus access roads shall have an unobstructed width of not less than twenty-six feet (26') to all buildings and an unobstructed vertical clearance of not less than fourteen feet (14').
23. All Weather Access: The applicant shall provide all weather access to the site during all phases of construction to the satisfaction of the approved Clovis Fire Department Standard #1.3.

Fire Hydrants

24. Commercial Fire Hydrant: The applicant shall install 1 4 ½" x 4 ½" x 2 ½" approved Commercial Type hydrant(s) and "Blue Dot" hydrant locators, paint fire hydrant(s) yellow with blue top and caps, and paint the curb red as specified by the adopted Clovis Fire Department Standard #1.4. Plans shall be submitted to the Clovis Fire Department for review and approval prior to installation. The hydrant(s) shall be charged and in operation prior to any framing or combustible material being brought onto the site.
25. Looped Water Main: The applicant shall install approved looped water main capable of the necessary flow of water for adequate fire protection and approved by the Clovis Fire Department
26. Vehicle Impact Protection: The applicant must install protection posts that meet the City of Clovis specifications according to Clovis Fire Department Standard #1.7.

Fire Protection Systems

27. Fire Sprinkler – 2,500 Square Feet: The applicant shall install an automatic fire sprinkler system in buildings exceeding 2,500 square feet in gross floor area, as per NFPA 13. When buildings have eaves or overhangs exceeding a distance of four feet (4') from the wall or support, the gross roof area shall be used to determine the need for automatic fire sprinklers, including covered walkways, patios, and porches. A Fire Department permit is required for an automatic fire sprinkler installation.
28. Underground Fire Service Line Installation: Installation shall be per Clovis Fire Standard #2.1.
29. Prior to installation, the applicant shall submit fire sprinkler underground water supply plans for review and approval and issuance of a permit by the Clovis Fire Department. Prior to final acceptance, the underground fire service line shall be inspected, pressure tested and flushed in the presence of a Clovis Fire Department inspector. A permit is required to be on-site for all inspections requests.

30. FDC Location: The Fire Department Connection to the automatic fire sprinkler system shall be shown on the site utility plan. Installation shall be per Clovis Fire Standard #2.1.
31. This will be reviewed and approved by the Clovis Fire Department before installation.
32. Monitored Sprinklers: All valves controlling the water supply for automatic sprinkler systems and water flow switches on all sprinkler systems shall be electronically monitored for integrity.
33. Fire Extinguishers: The applicant shall install approved fire extinguishers, 2A-10BC minimum rating, one (1) per each 3000 square feet, with a maximum travel of seventy-five feet (75') from any point in the building. These should be located and approved by the Clovis Fire Department prior to building occupancy.

Building Information

34. Address Numbers: Address numbers shall be installed on every building as per adopted Clovis Fire Department Standard #1.8. Large commercial, industrial buildings may require additional building addressing on the back side of the building as approved by Clovis Fire Department.
35. Building numbers shall:
- Be a minimum of twelve inches (12") tall.
 - Be a minimum of one and one-half inches (1½") principal stroke width.
 - Be located above any eaves or walkway coverings, if possible.
 - Face the street in which it is addressed, if possible.
 - Buildings with multiple units shall be identified with unit numbers at both front and rear entrances.
 - Buildings with multiple address numbers shall also have the address numbers on the rear door. (Rear door numbers are not required to be illuminated if reflectorized.)
 - Unit numbers and rear door building numbers shall be at least four inches (4") in height.
36. Review for compliance with fire and life safety requirements for the building interior and its intended use are reviewed by both the Fire Department and the Building Departments. When a submittal for building plan review is made as required by the California Building Code by the architect or engineer of record for the building further comments will be given.
37. Provide a copy of the approved stamped site plan from the Planning Division. Site Plan shall include all fire department notes to verify compliance with requirements. Site plans included with this plan submittal are subject to the conditions on the Planning Division approved set.

38. Requirements for hydrants and access will be addressed when the buildings are submitted for site plan review.

ENGINEERING / PUBLIC UTILITIES

**(Sean Smith, Engineering Representative – (559) 324-2363)
(Paul Armendariz, Public Utilities Representative – (559) 324-2649)**

39. The applicant shall apply to the City for a Site Plan Review. The applicant shall be advised that modifications to the access of North Temperance Avenue and Owens Mountain Parkway may be required as part of the Site Plan Review.

COUNTY OF FRESNO HEALTH DEPARTMENT

(Kevin Tsuda, County of Fresno Health Representative – (559) 600-3271)

40. The applicant shall refer to the attached Fresno County Health Department correspondence. If the list is not attached, please contact the agency for the list of requirements.

FRESNO METROPOLITAN FLOOD CONTROL DISTRICT

(Robert Villalobos, FMFCD Department Representative – (559) 456-3292)

41. The applicant shall refer to the attached Fresno Metropolitan Flood Control District correspondence. If the list is not attached, please contact the District for the list of requirements.

SAN JOAQUIN VALLEY AIR POLLUTION CONTROL DISTRICT

(Patrick Chimienti, SJVAPCD Department Representative – (559) 230-6139)

42. The applicant shall refer to the attached San Joaquin Valley Air Pollution Control District correspondence. If the list is not attached, please contact the District for the list of requirements.

FRESNO IRRIGATION DISTRICT

(Chris Lundeen, FID Representative – (559) 233-7161)

43. The applicant shall refer to the attached FID requirements. If the list is not attached, please contact the District for the list of requirements.

CALIFORNIA DEPARTMENT OF TRANSPORTATION

(Christopher Xiong, Caltrans Representative – (559) 908-7064)

44. The applicant shall refer to the attached Cal Trans requirements. If the list is not attached, please contact the District for the list of requirements.

Beal Developments LLC

1175 Shaw Ave., #104, PMB 372 Clovis, CA | (559) 288-0211 | bealdevelopments@aol.com

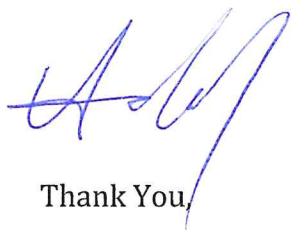
11/08/2022

To: Planning Department

Re: Appeal Planning Commission Approval Cup 2022:005 on 10/27/2022

Allows the sale of distilled liquor (requires a type 21 license) There would be two Type 21 licenses across from each other.

I appeal the 24 hour of operations, this would change the character of the area. At Johnny Quik Food Store we operate 5:00 AM – 12:00 AM Sunday – Thursday 5:00 AM – 1:00 AM Fri & Sat.



Thank You,

George Beal

(559)288-0211

Bealdevelopments@aol.com

Owner

Beal Developments LLC

1175 Shaw Ave #104, PMB 372

Clovis, CA 93612



Developers, Builders, & Advisors

Po Box 1095, Clovis, CA 93613

SUBJECT: CUP2022-005/007

Dear Planning staff and Members of the Clovis City Council,

Please accept this summary for justification of the continued approval of Conditional Use Permit(s) CUP2022-005/007, which were approved by the Clovis Planning Commission with unanimous 5-0 votes. As you are aware, Mr. George Beal filed a formal appeal on November 8, 2022. In the appeal, Mr. Beal cites two specific areas of concern: the Commission's approval of an ABC license and secondly, the allowance of a 24-hour use for the proposed Convenience store. In Mr. Beal's notice, the appeal letter does not expand on the specific reasons for his opposition to his concerns. In response, we ask that you please consider the following specific reasons why we processed the use permit and why staff, Clovis PD, and the Planning Commission supported the proposed Project and its operation:

AVAILABLE LICENSES

Under the most current Census Tract (55.12), the area allows for a total of four (4) off-sale beer, wine, and spirits licenses. There is currently one (1) utilized by George Beal's Johnny Quick across the street to the south.

The approved convenience store would provide for the second Type 21 as permitted by the local Alcoholic Beverage Control and as reviewed by the Clovis Police Department.

24-HOUR OPERATION-

Although the Commission approved the convenience store to operate on a 24-hour basis, ABC regulations prohibit the sale of alcohol between the hours of 2 am and 6 am. Therefore, the 24- hour approval does not include the sale of alcohol between those hours, yet provides for the continuous operation of the store to fill a need to the immediate and surrounding areas as follows:

- Graduate Level Students

The neighboring accredited California Health Science University (CHSU) provides a graduate level education that can be demanding and requires late night studies and prepping for tests, finals and research. The proposed 24-hour use will provide a much-needed service in food and snack convenience as well as fuel service to an area that is devoid of such opportunities. Additionally, the area is poised to provide additional student housing to the north that would benefit from having food, gas and conveniences on a 24-hour basis.

The 24-hour use would provide for a variety of hot and fresh foods not typical of area convenience stores. Additionally, the proposed 24-hour use will include an online meal and convenience component that benefits students, neighboring housing, and Clovis Community Hospital staff and

visitors needing food, snacks, and fuel in a centralized location with access to the 168 Freeway at hours not typical of other areas of Clovis.

- Clovis Community Hospital

Hospital staff and its visitors could be served by the 24-hour use in that currently there are no immediate 24-hour food and fuel services in the area. Additionally, the hospital's cafeteria closes daily at 9 pm, leaving staff and visitors with no options for a meal during those long night schedules or waiting on family. Subsequently, the 24-hour fuel service provides a safe, well-lit environment for healthcare workers in need of fuel service in that the 24-hour use will have 2-3 attendants at the store, providing an extra measure of safety while fueling.

- Research and Technology

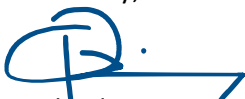
As the Research and Technology Park increases with pending development, the urban market and its food and fuel services operating on a 24-hour basis, it creates a safe, well-lit environment to get those late- night conveniences or food options.

- Clovis Police Department

As provided in staff's report to the Commission, staff distributed the 24-hour request and request for a ABC Type-21 license to various internal and external agencies. Staff's discussion with the Police Department confirmed that there are no concerns with the project proposal. Additionally, police representatives did not have concerns with the request for a Type 21 license and oversaturation within the designated census tract. Subsequent to approval, we are preparing for formal submittal of the Site Plan Review (SPR) process. During staff's SPR review, the opportunity to address lighting, security systems and clear areas free of "dark zones" will surely be addressed and conditioned.

In conclusion, in response to the submitted appeal, we hope we have provided staff and the Council with a comfort level to uphold the Commission's approval of CUP2022-005/007 to allow for the 24-hour use and submittal of a Type 21 license to the local ABC office.

Sincerely,



Orlando Ramirez
Bottom Line Developers
6781 N Palm, Suite #100
Fresno, CA 93704

[Type here]

SUNRISE PAVILION

Use Plan Legend

The uses permitted in the proposed Sunrise Pavilion Center are intended to support and compliment the tenants of the Research and Technology Business Park specifically benefiting the employees of the park, visitors to the park and the general public traveling on Highway 168.

Permitted Uses

The following uses may be permitted within the individual buildings of the site:

Bakeries and Bagels	Hardware & Garden Supplies
Banks and financial services	Health & Fitness Facility
Barbers and Beauty Salons/Supplies	Jewelry/Accessories
Bookstores	Laundry & Dry Cleaning
Business Support Services	Music Stores
Candy/Vitamins	Office Supply/Furniture Sales
Cards/Gifts	Personal Services
Child Day Care Center	Pharmacy and general drug
Coffee Houses	Photo processing/sales
Computer & Software stores	Professional Office
Copy Service	Pub/Bar
Corporate Office	Restaurants
Delicatessens	Retail Apparel/shoes
Education/Vocational Uses	Soft Goods retail
Electronic retail store	Specialty Food Market
Entertainment facilities/Theater	Technical or Trade School
Fast Food Restaurants	Telecommunications retail
Florist and floral supplies	Toys/Hobbies/Pets
Food Uses (Not to exceed 15,000sf)	Variety stores
Furnishings	Video sales and rentals
General Office/Medical Office	
General retail or services	

The following uses may be permitted subject to Conditional Use Permit approved by the Planning Commission:

Automobile fuel sales
 Automobile parts stores
 Car washes
 Cellular Telephone Towers
 Convenience stores
 Drive-up window use
 Hotels and Motels
 Restaurants with on-site alcohol sales
 24-hour uses (proposed and approved with
 CUP2022-007)



CITY of CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Planning and Development Services

DATE: December 19, 2022

SUBJECT: Consider Approval – Res. 22-____, AC2022-001, A resolution of the City of Clovis making findings and a determination to authorize a Certificate of Tentative Cancellation for Land Conservation Contract No. 6273, for property located near the southeast corner of Shaw and De Wolf Avenues. Precision Civil Engineering, Inc., applicant; Frank and Georgia W. Sorrenti, property owners.

Staff: George González, Senior Planner

Recommendation: Approve

ATTACHMENTS:

1. Draft Resolution, AC2022-001, Conditions of Approval
2. Petition for Cancellation of Land Conservation Contract Submitted by Precision Civil Engineering, Inc., With Specified Alternative Use of Land
3. Certificate of Tentative Cancellation
4. Cancellation Valuation Issued by the Fresno County Assessor's Office

CONFLICT OF INTEREST

None.

RECOMMENDATION

Staff recommends that the City Council approve a resolution making findings and a determination to authorize a Certificate of Tentative Cancellation for Agricultural Land Conservation Contract No. 6273.

EXECUTIVE SUMMARY

The applicant has submitted a petition (**Attachment 2**) to cancel Agricultural Land Conservation Contract No. 6273, for approximately 35.71 acres of land located near the southeast corner of Shaw and De Wolf Avenues (see **Figure 1** below). The subject parcel is part of the Loma Vista Community Centers North and South Master Plan, which was approved by the City Council in 2009.

FIGURE 1
Project Location Map



BACKGROUND

Frank and Georgia W. Sorrenti are the owners of real property subject to Agricultural Land Conservation Contract No. 6273 and have petitioned the City of Clovis for cancellation of said contract in order to proceed with development.

The property subject to Agricultural Land Conservation Contract No. 6273 is located near the southeast corner of De Wolf and Shaw Avenues. As indicated above, the property is part of the Loma Vista Community Centers North and South Master Plan and currently zoned P-C-C (Planned Commercial Center), R-4 (High Density Residential) and P-F (Public Facility). In order to proceed with development of this land, the City Council must approve the removal of this parcel from the agricultural land conservation contract according to the requirements of the Williamson Act.

The cancellation process consists of the City Council conducting a public hearing, making specific findings required by the Williamson Act, and setting a cancellation fee equal to 12.5% of the land’s current fair market value. The cancellation fee is set by statute and cannot be changed or waived by the City for this proposed cancellation. Along with the payment of the cancellation fee, the City must also include a condition of approval requiring that the owner obtain permits for the alternative (non-Williamson Act) land use on the subject property (**Attachment A of Attachment 1**). After the public hearing is held and the conditions outlined have been approved, the City Council may issue a Certificate of Tentative Cancellation (**Attachment 3**).

As soon as the conditions are satisfied by the Landowner, a Certificate of Cancellation may be issued. The applicant must complete the conditions within one year of issuance of the Certificate of Tentative Cancellation.

Pursuant to Government Code Section 51283(a), the County Assessor performed an appraisal of the affected property and determined the 35.71-acre parcel's current fair market value to be \$6,900,000 (**Attachment 4**). Based upon the assessment, the cancellation fee of 12.5% is \$862,500.

PROPOSAL AND ANALYSIS

Williamson Act Required Findings (Government Code Section 51282)

If the City Council wishes to proceed with the cancellation, it must, after receiving public testimony, approve a resolution making the following five findings:

1. A notice of nonrenewal has been served;
2. Cancellation is not likely to result in removal of adjacent land from agricultural use;
3. The alternative use is consistent with the City's General Plan and Loma Vista Specific Plan;
4. Discontiguous patterns of urban development will not result; and
5. There is no proximate noncontracted land which is available and suitable for the use proposed on the contracted land, or, development of the contracted land would provide more contiguous patterns of urban development than development of proximate noncontracted land.

Information in Support of the City's Findings

As indicated above, to cancel the contract, the City Council must make the findings required under Government Code Section 51282. The information in support of the required findings is discussed below.

1. Notice of nonrenewal has been prepared and is scheduled to be recorded no later than December 16, 2022. Verification that the notice of nonrenewal has been recorded will be required before the Council considers the proposed cancellation.
2. Cancellation of the affected parcel will not result in subsequent removal of adjacent land from agricultural use. The property is surrounded by urban development or land planned for urban development by the Loma Vista Specific Plan.
3. The alternative use of the property is consistent with City's General Plan and Loma Vista Specific Plan. The proposed alternative use is for commercial, retail, multi-family residential, public facility uses, which is consistent with the City's General Plan and the Loma Vista Specific Plan.

4. Discontiguous patterns of urban development will not result. The subject parcel is surrounded by, and is contiguous to, existing and planned urban development. Discontiguous patterns of development will not occur.
5. The subject parcel is surrounded by existing and planned urban development. The property provides for more contiguous patterns of urban development than development of proximate noncontract land. The cancellation will allow contiguous urban development consistent with the City's General Plan and Loma Vista Specific Plan.

California Environmental Quality Act (CEQA)

The Project is in substantial conformance with the environmental analysis performed for Rezone 2008-007 and Site Plan Review 2008-010 (Community Centers North and South Master Plan). No major revisions will be required with the adopted Mitigated Negative Declaration to accommodate the proposed project, therefore, subject to CEQA Sections 15162 and 15182, no further environmental review is required for this project.

The City published notice of this public hearing in *The Business Journal* on Wednesday, December 7, 2022.

FISCAL IMPACT

None.

REASON FOR RECOMMENDATION

California Government Code Section 51200 et seq. designates the City as the administrative authority to respond to petitions for cancellation when made on land which is in the City's jurisdiction.

In light of the above findings, this application for cancellation of an agricultural contract meets the requirements of the Williamson Act. Furthermore, the findings for cancellation, required by Government Code Section 51282, can be supported. Therefore, staff recommends that a Certificate of Tentative Cancellation be issued.

ACTIONS FOLLOWING APPROVAL

1. Property owner is required to pay the cancellation fee (\$862,500) directly to the County Treasurer, with evidence of such payment being certified to the City by the Treasurer.
2. Within 30 days of the Council decision, a notice of the decision will be published in the *Business Journal* in the form of a display ad, and the notice will be submitted to the Director of Conservation within 30 days of the decision.
3. A certificate of tentative cancellation will be recorded in the Fresno County recorder's office.
4. Property owner must obtain approvals from the City for the alternative use (non-Williamson Act) of the property.

5. After notice from the Landowner that the cancellation fee has been paid and approvals for the alternative use of the property have been obtained, a Certificate of Cancellation will be prepared for the Mayor's signature, recorded with the County Recorder, and a copy sent to the State Director of Conservation as required by Government Code Section 51283.4(b). Upon recordation, the cancellation becomes effective.

Prepared by: George González, Senior Planner

Reviewed by: City Manager *GH*

RESOLUTION 22-____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS MAKING FINDINGS AND A DETERMINATION TO A PARTIAL CANCEL OF LAND CONSERVATION CONTRACT NO. 6273 AND FINDING THE PROJECT IN SUBSTANTIAL CONFORMANCE WITH THE ENVIRONMENTAL ANALYSIS PERFORMED FOR REZONE 2008-007 AND SITE PLAN REVIEW 2008-010 (COMMUNITY CENTERS NORTH AND SOUTH MASTER PLAN) PURSUANT TO CEQA SECTIONS 15162 AND 15182

WHEREAS, pursuant to the California Land Conservation Act of 1965 (the Williamson Act, Government Code section 51200 et seq.), the City of Clovis is the administrative authority to consider petitions for cancellation of land conservation contracts within the City's jurisdiction; and

WHEREAS, Frank and Georgia W. Sorrenti, are the owners of real property who hold a portion of Land Conservation Contract No. 6273 and has petitioned the City of Clovis for cancellation of said contract in order to convert the agricultural use to urban use consistent with the City's General Plan, Loma Vista Specific Plan and the Community Centers North and South Master Plan; and

WHEREAS, the owners petitioned the City for cancellation of that portion of Land Conservation Contract No. 6273 governing their property; and

WHEREAS, a description of the boundaries of the territory to be cancelled is set forth in Exhibit "A" attached hereto and by this reference incorporated herein; and

WHEREAS, the cancellation of the land conservation contract shall be subject to a condition requiring the payment of the cancellation fee (\$862,500.00) equal to 12½% of the land's assessed value (\$6,900,000.00) directly to the County Treasurer. If the fee is not paid within one year of the issuance of the Certificate of Tentative Cancellation, the land's value shall be reassessed; and

WHEREAS, the cancellation of the land conservation contract shall be subject to a condition requiring that the landowner obtain all permits necessary to commence the alternative land use project on the subject property; and

WHEREAS, the City published notice of the Public Hearing in the Fresno Business Journal, mailed public notices to all landowners (in accordance with Government Code Section 51284) with similar contracted property within a one-mile radius of said property boundaries ten days prior to the Public Hearing, and otherwise posted notice of the Public Hearing according to applicable law; and

ATTACHMENT 1

WHEREAS, a duly noticed hearing was held on December 19, 2022; and

WHEREAS, the City Council has given careful consideration to the cancellation of that portion of Land Conservation Contract No. 6273 on December 19, 2022, and considered the CEQA analysis outlined in the staff report and elsewhere in the Administrative Record which determines that the Project is in substantial conformance with the environmental analysis performed for Rezone 2008-007 and Site Plan Review 2008-010 (Community Centers North and South Master Plan); and

WHEREAS, the City Council has reviewed and considered the entire Administrative Record relating to the Project, which is on file with the Department, and reviewed and considered those portions of the Administrative Record determined to be necessary to make an informed decision, including, but not necessarily limited to, the staff report, the written materials submitted with the request, and the verbal and written testimony and other evidence presented during the public hearing, and the conditions of approval attached as **Attachment A** to this Resolution, which are incorporated herein by this reference.

NOW, THEREFORE, BASED UPON THE ENTIRE RECORD OF THE PROCEEDINGS, the City resolves and finds as follows:

1. Findings:

A. Notice of nonrenewal has been served:

A notice of nonrenewal has been served to the City by the property and said notice has been recorded by the Fresno County Recorder's Office for the City.

B. Cancellation is not likely to result in removal of adjacent land from agricultural use:

The surrounding land uses are urban or planned for urban uses consistent with the City's General Plan, Loma Vista Specific Plan and the Community Centers North and South Master Plan. Since the surrounding area is planned for urban development, cancellation will not result in the removal of adjacent land from agricultural use.

C. Alternative use is consistent with City's General Plan:

The proposed alternative uses are for commercial, retail, multi-family residential, and public facility developments. These uses are consistent with the City's General Plan, Loma Vista Specific Plan and the Community Centers North and South Master Plan.

D. Discontiguous patterns of urban development will not result:

The subject parcel is surrounded by existing and planned urban development. The property provides for more contiguous patterns of urban development than development of proximate noncontract land. The cancellation will allow contiguous urban development consistent with the City’s General Plan, Loma Vista Specific Plan and the Community Centers North and South Master Plan.

E. There is no proximate noncontracted land which is available and suitable for the use proposed on the contracted land; or, development of the contracted land would provide more contiguous patterns of urban development than development of proximate noncontracted land.

The subject parcel is surrounded by existing and planned urban development. The property provides for more contiguous patterns of urban development than development of proximate noncontract land. The cancellation will allow contiguous urban development consistent with the City’s General Plan and Loma Vista Specific Plan.

2. Based on the findings described above, which are detailed in the December 19, 2022, staff report incorporated herein by reference, the entire Administrative Record in this proceeding, as well as the evidence and comments presented during the public hearing on December 19, 2022, the City Council hereby resolves as follows:

- A. The City Council hereby approves AC2022-001, subject to the conditions of approval set forth in Attachment A of this Resolution.
- B. The proposed project has been reviewed in compliance with the provisions of the California Environmental Quality Act (CEQA) and to this end the City Council finds that the Project is in substantial conformance with the environmental analysis performed for Rezone 2008-007 and Site Plan Review 2008-010 (Community Centers North and South Master Plan). No major revisions will be required with the adopted Mitigated Negative Declaration to accommodate the proposed project, therefore, subject to CEQA Sections 15162 and 15182, no further environmental review is required for this project.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 19, 2022, by the following vote, to wit.

AYES:

NOES:

ABSENT:

ABSTAIN:

DATED: December 19, 2022

Mayor

City Clerk

Attachment A**Conditions of Approval – AC2022-001****Planning Division Comments**

(George González, Senior Planner - (559) 324-2383)

1. Landowner shall pay the cancellation fee (\$862,500) equal to 12½% of the land's assessed value (\$6,900,000) directly to the County Treasurer. Unless the fee is paid, or a certificate of cancellation is of contract is issued within one year from the date of the valuation certified by the assessor the fee shall be recomputed as provided in Government Code Section 51283.4.
2. Issuance of a Certificate of Cancellation is contingent upon the Landowner obtaining all permits necessary to commence the project.



1234 O Street • Downtown Fresno, CA 93721 • Phone (559) 449-4500 • Fax (559) 449-4515

TO: George González, City of Clovis
FROM: Precision Civil Engineering
RE: Williamson Act Contract Cancelation – AC2022-001
Date: December 2, 2022

George,

Please accept this letter as written request for cancelation of the Williamson Act Contract on the property located at 3520 Shaw Avenue (APN 555-031-37). Should you have any questions or required additional information, please feel free to reach out.

Sincerely,

A handwritten signature in black ink, appearing to read "Kelsey George", written in a cursive style.

Kelsey George, Senior Planner

**Findings for Williamson Act Contract Cancellation
Southeast of Shaw Avenue and De Wolf Avenue, City of Clovis**

Per Government Code Section 51282:

a. That the cancellation is consistent with the purposes of the Williamson Act.

The purpose of the Williamson Act is to restrict specific parcels to agricultural or related open space use. The subject parcel (APN 555-031-37) is within the city of Clovis and is zoned and planned for urban use, including residential, commercial, and public facilities. Since the parcel is not designated for agricultural use, the cancellation is consistent with the purpose of the Williamson Act.

b. That cancellation is in the public interest.

The parcel is within the city of Clovis and is zoned and planned for urban use. The cancellation application facilitates a mixed-use development, as intended in the city of Clovis General Plan. Thus, the cancellation is in the public interest.

c. That the cancellation is for land on which a notice of nonrenewal has been served pursuant to Section 51245.

A notice of non-renewal is required for the Williamson Act Cancellation and will be filed as specified by the city. The notarized non-renewal document will be returned to the city for recordation in order to continue processing of the cancellation of the subject parcel.

d. That cancellation is not likely to result in the removal of adjacent lands from agricultural use.

The parcel currently contains three (3) structures and dirt roads, and the land is primarily operated as agricultural use. The parcel is surrounded by single-family residential use (west and north) and vacant or agricultural lands (north, east, and south). The parcel and its surroundings are located within city limits and is zoned and planned for urban use. As such, the cancellation is not likely to result in removal of adjacent lands from agricultural use.

e. That cancellation is for an alternative use which is consistent with the applicable provisions of the city or county general plan.

The city of Clovis General Plan identified Loma Vista Urban Center, inclusive of the subject parcel, *“to promote a high quality residential community focused around two community centers, a business campus, and the Reagan Educational Center.”* The parcel is in the P-C-C Planned Commercial Center, R-4 High Density Multiple Family Residential, and P-F Public Facilities zoning district with a planned use for MU-V Mixed Use Village, VH Very High Density Residential, and P Public Facilities. The proposed commercial and residential mixed-use of the parcel, is consistent with current zone districts as well as the provisions of the General Plan and the Urban Center’s guiding plan – Loma Vista Community Center Master Plan.

f. That cancellation will not result in discontinuous patterns of urban development.

The subject parcel is in the P-C-C Planned Commercial Center, R-4 High Density Multiple Family Residential, and P-F Public Facilities zoning district with a planned use for MU-V Mixed Use Village, VH Very High Density Residential, and P Public Facilities. The parcel is within the city of Clovis and is

surrounded by planned urban uses, thus it would not result in discontinuous patterns of urban development.

- g. That there is no proximate noncontracted land which is both available and suitable for the use to which it is proposed the contracted land be put, or, that development of the contracted land would provide more contiguous patterns of urban development than development of proximate noncontracted land.**

The parcel is zoned and planned for urban uses in the Loma Vista Urban Area. The parcel is surrounded by single-family residential use (west and north) and vacant lands (north, east, and south). The parcel and its surrounding areas are intended for urban development, per the city of Clovis General Plan Land Use Map (last modified on October 13, 2017). The cancellation will facilitate the development of the parcel consistent with current zoning and planned land use.

Properties in the vicinity of the subject parcel are all noncontracted land. Lands that are not developed to its zoning potential include properties north, east, and west of the subject parcel. Regarding suitability for the proposed use, properties north and south of the subject parcel are ruled out since zoning does not allow the mixed-use development on those parcels. As such, only the properties east of the subject parcel are both available and suitable for the use to which it is proposed the contracted land be put. However, this property is already approved for development and is thus not a viable alternative.

However, the development of the subject parcel would provide more contiguous patterns of urban development than development of the land on its west. This is because urban development of the city of Clovis expands from west to east. Additionally, properties west of the subject parcel are developed with residential uses, thus the proposed development would be contiguous of existing development.



CITY *of* CLOVIS

CERTIFICATE OF TENTATIVE CANCELLATION

NOTICE IS HEREBY GIVEN THAT:

The City Council of the City of Clovis has, by Resolution No. 22-___, dated December 19, 2022, granted tentative approval to the petition presented by Precision Civil Engineering, Inc., for cancellation of Land Conservation Contract No. 6273, said contract having been recorded with the Fresno County Recorder’s Office as Instrument Number 297273, dated February 15, 1977.

This certificate applies to real property situated in the City of Clovis, County of Fresno, State of California, identified by Assessor’s Parcel Number 555-031-37 and more particularly described in the attached legal description (Exhibit “A”).

A Certificate of Cancellation of the above-described contract shall be issued by the City and recorded in the Official Records of the Office of the Recorder of the County of Fresno at such time as the following conditions and contingencies are satisfied:

1. The Landowner shall pay the cancellation fee (\$862,500.00) equal to 12½% of the land’s assessed value (\$6,900,000.00) directly to the County Treasurer. Unless the fee is paid, or a certificate of cancellation is of contract is issued within one year from the date of the valuation certified by the assessor the fee shall be recomputed as provided in Government Code Section 51283.4.
2. Issuance of a Certificate of Cancellation is contingent upon the Landowner obtaining all permits necessary to commence the project.

IN WITNESS WHEREOF, I have unto this certificate set my hand and seal this _____ day of _____.

Lynne Ashbeck, Mayor

EXHIBIT A

The land described herein is situated in the State of California, County of Fresno, City of Clovis, described as follows:

The Northwest quarter of the Northwest quarter of Section 13, Township 13 South, Range 21 East, Mount Diablo Base and Meridian, according to the United States Government Township Plat approved by the Surveyor General on July 15, 1854.

EXCEPTING THEREFROM the North 265 feet of the West 265 feet thereof.

ALSO EXCEPTING THEREFROM that portion of the said Northwest quarter of the Northwest quarter of Section 13, described as follows:

COMMENCING at the Southwest corner of the Northwest quarter of the Northwest quarter of said Section 13, thence South 89° 56' 55" East, along the South line of the Northwest quarter of the Northwest quarter of said Section 13, a distance of 20.00 feet to the TRUE POINT OF BEGINNING; Thence North 00° 04' 59" West, parallel with and 20.00 feet East of the West line of the Northwest quarter of the Northwest quarter of said Section 13, a distance of 375.04 feet, thence North 89° 55' 01" East, a distance of 1.37 feet, thence South 010 18' 59" East, a distance of 375.15 feet to a point on the South line of the Northwest quarter of the Northwest quarter of said Section 13, thence North 89° 56' 55" West, along the South line of the Northwest quarter of the Northwest quarter of said Section 13, a distance of 9.45 feet to the true point of beginning.

ALSO EXCEPTING THEREFROM that portion of the Northwest Quarter of the Northwest Quarter of Section 13, Township 13 South, Range 21 East, Mount Diablo Base and Meridian, described as follows:

BEGINNING at the intersection of the East line of that parcel deeded to the County of Fresno for a public road as per deed recorded July 22, 1904 in Book 219, page 375 as Instrument No. 11851 of Deeds, Fresno County Records and the South line of the North 265.00 feet of said Northwest Quarter, thence South 89° 55' 15" East, along the South line of the North 265.00 feet of said Northwest Quarter, a distance of 17.00 feet, thence South 00 04' 59" East, parallel with and 17.00 feet East of the East line of said parcel deeded to the County of Fresno, a distance of 1060.25 feet to the intersection with the South line of the Northwest Quarter of said Northwest Quarter, thence North 89 56' 55" West, along the South line of the Northwest Quarter of said Northwest Quarter, a distance of 7.55 feet, thence North 1' 18' 59" West, a distance of 375.15 feet, thence South 89° 55' 01" West, a distance of 1.37 feet to the intersection with the East line of said parcel deeded to the County of Fresno, thence North 0° 04' 59" West, along the East line of said parcel deeded to the County of Fresno, a distance of 685.22 feet to the Point of Beginning.

ALSO EXCEPTING THEREFROM the North 55 feet thereof.



MEMORANDUM

Fresno County Assessor's Office

DATE: September 29, 2022

TO: George Gonzalez, Senior Planner
City of Clovis Planning Department

FROM: Bill Hicks, Special Properties Appraiser *B.H.*
Fresno County Assessor's Office

SUBJECT: Cancellation Fees of ALCC # 6273
APN: 555-031-46

Enclosed is a Memo for your presentation to The Clovis City Council

Enclosure



MEMORANDUM

Fresno County Assessor's Office

DATE: September 29, 2022
TO: Clovis City Council
FROM: Paul Dictos, Fresno County Assessor-Recorder
SUBJECT: Cancellation Fees of ALCC # 6273

Handwritten signature and date: 9/28/22

Pursuant to Section 51283(a) of the Government Code, the cancellation valuation of 35.71 acres, described in Exhibit A and further identified as Assessor's Parcel Number 555-031-46, is hereby certified to be \$6,900,000.

The cancellation fees, as specified under Section 51283 (b) of the Government Code, would be twelve and one half percent of this figure, or \$862,500.

Attachment

Exhibit "A" Legal Description

The land described herein is situated in the State of California, County of Fresno, City of Clovis, described as follows:

The Northwest quarter of the Northwest quarter of Section 13, Township 13 South, Range 21 East, Mount Diablo Base and Meridian, according to the United States Government Township Plat approved by the Surveyor General on July 15, 1854.

EXCEPTING THEREFROM the North 265 feet of the West 265 feet thereof.

ALSO EXCEPTING THEREFROM that portion of the said Northwest quarter of the Northwest quarter of Section 13, described as follows:

COMMENCING at the Southwest corner of the Northwest quarter of the Northwest quarter of said Section 13, thence South 89° 56' 55" East, along the South line of the Northwest quarter of the Northwest quarter of said Section 13, a distance of 20.00 feet to the TRUE POINT OF BEGINNING; Thence North 00° 04' 59" West, parallel with and 20.00 feet East of the West line of the Northwest quarter of the Northwest quarter of said Section 13, a distance of 375.04 feet, thence North 89° 55' 01" East, a distance of 1.37 feet, thence South 010 18' 59" East, a distance of 375.15 feet to a point on the South line of the Northwest quarter of the Northwest quarter of said Section 13, thence North 89° 56' 55" West, along the South line of the Northwest quarter of the Northwest quarter of said Section 13, a distance of 9.45 feet to the true point of beginning.

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BEGINNING at the intersection of the East line of that parcel deeded to the County of Fresno for a public road as per deed recorded July 22, 1904 in Book 219, page 375 as Instrument No. 11851 of Deeds, Fresno County Records and the South line of the North 265.00 feet of said Northwest Quarter, thence South 89° 55' 15" East, along the South line of the North 265.00 feet of said Northwest Quarter, a distance of 17.00 feet, thence South 00 04' 59" East, parallel with and 17.00 feet East of the East line of said parcel deeded to the County of Fresno, a distance of 1060.25 feet to the intersection with the South line of the Northwest Quarter of said Northwest Quarter, thence North 89 56' 55" West, along the South line of the Northwest Quarter of said Northwest Quarter, a distance of 7.55 feet, thence North 1' 18' 59" West, a distance of 375.15 feet, thence South 89° 55' 01" West, a distance of 1.37 feet to the intersection with the East line of said parcel deeded to the County of Fresno, thence North 0° 04' 59" West, along the East line of said parcel deeded to the County of Fresno, a distance of 685.22 feet to the Point of Beginning.

ALSO EXCEPTING THEREFROM the North 55 feet thereof.

APN: 555-031-46



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council
FROM: Finance Department
DATE: December 19, 2022
SUBJECT: Receive and File - Finance Department Update.

Staff: Jay Schengel, Finance Director

Recommendation: Receive and File

ATTACHMENTS: 1. None.

Finance Director Jay Schengel will provide a verbal presentation on this item.

Please direct questions to the City Manager's office at 559-324-2060.



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Finance Department

DATE: December 19, 2022

SUBJECT: Consider Approval - Res 22-____, Final Amendments to the 2021-22 Budget in conformance with the Budget Ordinance; and Receive and File – Year-end report for all funds as of June 30, 2022.

Staff: Jay Schengel, Finance Director

Recommendation: Approve and Receive and File

ATTACHMENTS: 1. Res. 22-____, Final Amendments to the 2021-22 Budget in conformance with the Budget Ordinance.

CONFLICT OF INTEREST

None.

RECOMMENDATION

That the Council approve Resolution 22-____, final amendments to the 2021-22 budget in conformance with the budget ordinance and receive and file the year-end report for all funds as of June 30, 2022.

EXECUTIVE SUMMARY

Each fiscal year, after the year end closing entries are completed, an analysis is prepared comparing actual fund balances against those estimated during the annual budget process and presented to Council for adoption during the June 2022 budget hearings. The following is the summary of the actual results compared to the estimates for the 2021-22 fiscal year end.

BACKGROUND

During the preparation of the 2022-23 budget, estimates were made for 2021-22 revenues and expenditures to establish the estimated June 30, 2022, fund balances that are expected to be available for appropriation in the 2022-23 fiscal year. This report compares the variances between actual revenues and expenditures versus the estimates established during the preparation of the 2022-23 budget. All departments were within or close to their estimates established during the budget preparation.

The basis for this report is different from the information presented in the Annual Comprehensive Financial Report (ACFR), which compares actual revenues earned and actual expenditures incurred against the Council approved budget, as amended from time to time during the year. The City's General Fund presented on page 34 and 35 of the ACFR includes the Landscape Maintenance Fund, Parking and Business Improvement Fund, and Supplemental Law Enforcement Fund. Those activities have been excluded and are not part of this report related to the General Fund.

General Fund

The "available for appropriation" General Fund balance on June 30, 2022, is \$8.4 million, which is \$3.0 million more than projected during the preparation of the 2022-23 proposed budget. Revenues were approximately \$1.7 million more than projected and expenditures were approximately \$1.3 million less than projected during the preparation of the 2022-23 budget.

Revenues in the General Fund were estimated at \$102.1 million and ended the year at \$103.8 million which is \$1.7 million, or 2% more than projected at the time of budget preparation. The increase was primarily due to sales tax that benefited from the accelerated increase in online sales due to consumers changing their purchasing preference after the pandemic to online and the impact of online sales tax to local jurisdictions after the passage of AB-147, the Marketplace Facilitator Act. Sales tax was estimated during the budget preparation at \$30.0 million and actual receipts came in at \$31.1 million. Property tax came in \$0.4 million more than estimated remaining a steady source of discretionary revenue. The remaining \$0.2 million received is a combination of revenues received such as business licenses, recreational sports, and emergency responses.

Expenditures in the General Fund, when considering encumbrances and reappropriations, were estimated at \$86.7 million and ended the year at \$85.4 million which is \$1.3 million or 1% lower than projected at the time of budget preparation. Most of the savings was achieved in the Fire Department at \$0.4 million, the City Attorney at \$0.4 million, and the Police Department at \$0.3 million. Savings in the Fire Department and Police Department was mainly due to salary savings and savings in professional services and supplies. Savings in the City Attorney Department was due to savings in professional services. The remaining \$0.2 million in savings from the other General Fund departments were due to savings in professional services and other services. The expenditure savings in the General Fund is mostly related to one-time events and will not result in continued annual savings.

Under current Council policy, the emergency reserve was set at a minimum level with the goal to increase the amount as soon as possible. The City's General Fund Emergency Reserve is set at a minimum of 15% of budgeted expenditures, with the goal to reach a more prudent reserve of 25% of budgeted expenditures. The emergency reserve was increased from \$16.4 million to \$19.4 million, or 22% of 2021-22 budgeted expenditures on June 30, 2022, to meet the current goal of increasing the reserve to 25%.

Enterprise Funds

This analysis is conducted for the enterprise operating funds and is prepared on a budgetary basis including encumbrances and reappropriations.

The Community Sanitation Fund, including Refuse and Street Cleaning activities, ended the 2021-22 fiscal year with an available balance of \$11.4 million. This balance is \$0.5 million more than originally anticipated mainly due to deferred capital expenditures.

The Sewer Enterprise Fund ended the 2021-22 fiscal year with an available balance of \$27.6 million which was \$2.6 million more than anticipated due to deferred capital projects. Of the available balance, \$10.0 million of rate stabilization funds are included to assist with meeting bond covenants if necessary.

The Water Enterprise Fund finished the 2021-22 fiscal year with an ending available balance of \$21.3 million, which was \$0.5 million more than anticipated. The difference is due to savings in expenditures in salaries, services, supplies and equipment.

The Transit Enterprise Fund ended the 2021-22 fiscal year with an available balance of \$0.1 million. This balance is close to what was originally anticipated during budget preparation.

The Planning and Development Services Enterprise Fund ended the 2021-22 fiscal year with an available balance of \$10.0 million which is close to what was anticipated because of slightly greater than expected revenues offset by a small increase in expenditures mainly in services, materials, and supplies.

Other Operating Funds

The Housing and Community Development Fund (HCD) ended the 2021-22 fiscal year with a \$1.5 million balance which was \$0.4 million more than anticipated mainly due a deferral of project expenditures.

The internal service funds, which provide services primarily to other City operations and funds, ended the 2021-22 fiscal year as reported below:

- The Liability and Property Fund ended with a balance of \$2 million, which is close to what was projected.
- The Fleet Maintenance Fund ended with a balance of \$21.9 million which is \$6.2 million more than originally projected. The increase is mainly due to a one-time transfer from the General Fund to fund fleet replacement projects plus deferred equipment purchases due to supply issues.
- The Employee Benefits Fund ended with a balance of \$11.8 million which is \$1.2 million more than what was projected mainly due to retirement and workers compensation expenditure savings.

- The General Government Service Fund ended with a balance of \$13.8 million which is \$6.3 million more than anticipated. The variance is due to deferred capital projects and additional one-time transfers. Many of these projects were not able to be completed due to supply issues.

Budget Resolution

The report is normally for information only; however, this year there is a need to make final budget adjustments to conform to the requirements of the Budget Ordinance. As indicated earlier, the above analysis was a comparison of actual results against the “Estimate to Close Budget” that was developed in conjunction with preparation of the 2022-23 budget. The following action contained in the attached Resolution is needed to bring the working budget into legal compliance.

The amounts listed below were analyzed against the Council approved budget as amended. All these overages were taken into account in the “Estimate to Close” budget.

<u>Fund</u>	
General – Fire Department	\$158,000

The Fire Department budget exceeded the budget due to out of county emergency response overtime expenses.

The amounts listed below were analyzed against the Council approved budget as amended. The differences in these transfers were analyzed and are appropriate as described.

<u>Additional Amount</u>	<u>From</u>	<u>To</u>	<u>Purpose</u>
\$ 10,000	General Fund	Planning & Dev Svs	Various projects
1,000,000	General Fund	General Govt Svs	Fire Station #2 const. costs
400,000	General Fund	General Govt Svs	Various projects
32,000	General Govt Svs	Fleet	Public Safety purchases

The budget amendment resolution includes the schedule of transfers to allow for transfers described above to be brought into budgetary compliance.

FISCAL IMPACT

The General Fund budget will be increased by \$158,000 for the Fire Department. The transfer amount of \$1,442,000 will bring the City into compliance with the adopted budget.

REASON FOR RECOMMENDATION

The budget report is a status report, and no action is required; however, action is required by the Council to approve the Resolution amending the 2021-22 budget for expenditures and transfers.

ACTIONS FOLLOWING APPROVAL

The report will be filed and the budget amendment for expenditures and transfers will be posted.

Prepared by: Gina Daniels, Assistant Finance Director

Reviewed by: City Manager *[Signature]*

RESOLUTION 22-____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CLOVIS
APPROVING FINAL AMENDMENTS TO THE FISCAL YEAR 2021-22 ANNUAL BUDGET
AMENDING THE SCHEDULE OF TRANSFERS AND EXPENDITURES BY DEPARTMENT
AND ASSIGNING GENERAL FUND UNALLOCATED FUND BALANCE TO THE
CONTINGENCY RESERVE

WHEREAS, the City Council adopted the fiscal year 2021-22 Annual Budget on June 14, 2021; and

WHEREAS, the annual audit has been completed and an analysis has been prepared of the actual results of the 2021-22 fiscal year end and there is one department that exceeded the amended budget for 2021-22; and

WHEREAS, the adjustments are for unanticipated expenditures in that department and the City Council finds that it is necessary to appropriate the funds for the budget amendments; and

WHEREAS, the working budget included transfers for loans from the sewer developer fund to the sewer service fund, from the sewer service fund to the sewer capital fund and from the general government services fund to the water services fund to cover debt service costs as sewer service fees and water developer fees exceeded estimates and those transfers may be increased and reversed respectively; and

WHEREAS, the Council finds it necessary to transfer funds to General Government Services for various projects including construction costs for Fire Station #2, to Fleet for various public safety purchases and to Planning and Development Services for operations; and

WHEREAS, the changes to the budgets for the General Fund are necessary to be in conformance with the City’s Budget Ordinance; and

WHEREAS, there is additional revenue or available fund balance to make the appropriations and transfers.

NOW, THEREFORE, BE IT RESOLVED, the City of Clovis approves the budget amendments as shown in the “Summary of Expenditures by Department”, “Summary of Expenditures by Fund”, and “Summary of Transfers” as attached as Attachment A.

* * * * *

The foregoing resolution was introduced and adopted at a regular meeting of the City Council of the City of Clovis held on December 19, 2022, by the following vote, to wit.

AYES:

NOES:

ABSENT:

ABSTAIN:

DATED:

Mayor

City Clerk

ATTACHMENT A

SUMMARY OF EXPENDITURES BY DEPARTMENT 2021-22

Department	
Fire Department	\$ 158,000
Total	<u>\$ 158,000</u>

SUMMARY OF EXPENDITURES BY FUND 2021-22

Fund	
General	\$ 158,000
Total	<u>\$ 158,000</u>

SUMMARY OF TRANSFERS BY FUND 2021-22

Transfer In

Fund	
General Government Services	\$ 1,400,000
Planning and Development Services	10,000
Fleet Maintenance	32,000
Total	<u>\$ 1,442,000</u>

Transfer Out

Fund	
General Fund	\$ 1,442,000
Total	<u>\$ 1,442,000</u>



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council
 FROM: Finance Department
 DATE: December 19, 2022
 SUBJECT: Consider Approval - 2021-22 Annual Comprehensive Financial Report.

Staff: Jay Schengel, Finance Director

Recommendation: Approve

ATTACHMENTS: 1. 2021-22 Annual Comprehensive Financial Report (ACFR)
 2. Statement on Auditing Standards Letter

CONFLICT OF INTEREST

None.

RECOMMENDATION

For the Council approve the 2021-22 Annual Comprehensive Financial Report (ACFR).

EXECUTIVE SUMMARY

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

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

BACKGROUND

Every year, the City undergoes an annual financial audit. This audit includes a review of the City's financial records, internal controls, management of assets and review of major account balances and large dollar activities to validate year-end balances. From this review, the Finance Department prepares the Annual Comprehensive Financial Report (ACFR). The City's auditors

review this document to verify that it is in conformance with the financial reporting model as prescribed by the Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

GASB conformance – The ACFR adheres to the guidelines of all GASB statements in effect at the time of issuance. The layout of the ACFR follows guidelines established by the Government Finance Officers Association (GFOA). Four major sections are presented:

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

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

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

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

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

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

The City's auditors, The Pun Group LLP, have audited the figures submitted in the ACFR and their opinion letter is included on pages 13 - 15. The auditors have prepared the Statement on Auditing Standards (SAS114) letter (**Attachment 2**) that was submitted subsequent to the completion of the financial report.

This is the thirty-fourth year that the City's Finance Department has prepared the Annual Comprehensive Financial Report. The previous reports prepared by the Finance Department (1987-88 through 2020-21) were submitted to the Government Finance Officers Association (GFOA) for consideration of the GFOA Certificate of Achievement Program. The City subsequently received the Certificate of Achievement for Excellence in Financial Reporting presented by the GFOA for each of these years. We believe the report for 2021-22 continues to meet the requirements of the Certificate of Achievement Program and will be submitted to GFOA for review.

FISCAL IMPACT

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


REASON FOR RECOMMENDATION

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

ACTIONS FOLLOWING APPROVAL

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

Prepared by: Gina Daniels, Assistant Finance Director

Reviewed by: City Manager 

CITY OF
CLOVIS
CALIFORNIA



Annual
Comprehensive
Financial
Report

For the Fiscal Year ended
June 30, 2022

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2022**

**CITY OF CLOVIS
CALIFORNIA**



JOSE FLORES, MAYOR

**LYNNE ASHBECK, MAYOR PRO-TEM
DREW BESSINGER, COUNCILMEMBER
VONG MOUANOUTOUA, COUNCILMEMBER
ROBERT WHALEN, COUNCILMEMBER**

JOHN HOLT, CITY MANAGER

Prepared by City of Clovis Finance Department

Jay Schengel, Finance Director

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CITY *of* CLOVIS

1033 FIFTH STREET • CLOVIS, CA 93612

November 14, 2022

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

It is with pleasure that I present to you the City of Clovis Annual Comprehensive Financial Report (ACFR). This report has been formatted to comply with the financial reporting model as prescribed by the Governmental Accounting Standards Board (GASB). These statements have been audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants as required by State law. Pursuant to that requirement, we hereby issue the ACFR of the City of Clovis of the fiscal year ended June 30, 2022.

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

The City of Clovis' financial statements have been audited by The Pun Group LLP. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Clovis for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was reasonable basis for rendering an unmodified opinion that the City of Clovis' financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP 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 MD&A and should be read in conjunction with it. The City of Clovis' MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Clovis, incorporated in 1912, as a general law City of the State of California, is located near the middle of the state in the San Joaquin Valley. The Central Valley is considered to be a national and world leader in the agricultural industry. The City of Clovis currently occupies over 25 square miles and serves a population of 123,665.

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

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

The annual budget serves as the foundation for the City's financial planning and control. All departments of the City are required to submit requests for appropriations to the City manager during the second week of March each year. The City manager uses these requests along with input from the council to develop a proposed budget. By the second Monday in May the proposed budget is presented to the City council for review. The council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of the City of Clovis' fiscal year. The appropriated budget is prepared by fund and department. The City manager may make transfers of appropriations between departments within a specific fund of up to \$5,000 and up to \$2,500 from reserves. Transfers in excess of those amounts require council action. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, the budget-to-actual comparison is presented on page 35 as part of the basic financial statements. For all other governmental funds with appropriated annual budgets, other than the general fund, this comparison is presented in the governmental fund subsection of this report, which starts on page 88.

Factors Affecting Financial Condition

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

Local economy. The City has enjoyed higher than average retail sales when compared to other cities and the state, and significantly better occupancy at hotels than both forecasted and experienced elsewhere. Sales taxes had large increases from budgeted projections that were not expected due the accelerated pace of online sales in response to the pandemic. Residential building activity is approximately at the 10-year average. In June of 2022 the City's unemployment decreased to 3.4%, which was lower than the Fresno County rate of 5.7%, the State of California average of 4.0%, and less than the national average of 3.8%.

The City is seeing demand for retail space as a closed Pier 1 store was demolished for a new restaurant and previously vacant big stores have found success with national brands such as Hobby Lobby, At Home, and tenant improvements currently underway for Nordstrom Rack and a second Burlington store in recently vacated space. In addition, one hotel was completed and one more is under construction. This City has enjoyed a significant increase in hotel room development with higher than average occupancies and corresponding growth in occupancy tax revenues. Clovis Community Hospital completed construction on another bed tower building, additional medical offices and a heart and lung institute. This expansion continues to be one of the biggest job creation projects in Fresno County in recent years. Also, California Health Sciences University has welcomed its third class of medical doctoral students near the hospital. The City is seeing a boost in office and industrial development with Cabinet Connections, a cabinet manufacturer, completing its first year of operations and increasing employment, along with many other small professional offices, such as an engineering consulting firm and industrial users developing in the City's business parks. The County of Fresno has moved over 2,000 employees into the City of Clovis including converting a vacant Costco store into class A office space.

The expansion to the Dry Creek Industrial Park added 44 lots on 30 acres bringing the total park to approximately 64 lots on 60 acres. Demand has been high for the space in the park by professional and industrial users and is expected to add to employment growth in the City as buildings are now underway with many completed. The California Health Sciences University opened its permanent campus at the City's Central Valley Research and Technology Park with plans for 2,000 students and several hundred employees. Currently, the university has nearly 400 students and over 100 staff. The university will offer additional areas of discipline as it expands. The City sold 13 acres to an industrial developer and the developer has received entitlements to construct approximately 400,000 square feet of space while another industrial developer has received building permits to construct 400,000 square feet of industrial space in the Clovis Industrial Park.

The City of Clovis is part of the Fresno/Clovis Metropolitan Area. This includes the City of Clovis, City of Fresno and the developed areas of the County of Fresno. The population of Fresno County is 1,011,273 as of January 1, 2022. The City's population of 123,665, experienced a 1.5% growth in 2022 compared to a negative .3% growth rate in the State and a .2% growth rate in the County. There are approximately 429,000 jobs in Fresno County. The City of Clovis has 56,400 employed out of a total labor force of 58,400 with many Clovis residents employed outside of the City limits.

Major employers include newly developed Cabinet Connections factory with nearly 200 employees, Costco with over 400 employees, Clovis Community Hospital with over 3,000 employees, Wawona Frozen Foods with over 500 employees, Anlin Industries with over 500 employees, the County of Fresno with over 1,400 employees, and the largest employer, Clovis Unified School District with over 5,100 employees. Of the approximately 35,000 total jobs in Clovis, 13,679 jobs are generated by the City's top ten employers.

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

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

Also, to finance current growth, the City has in place a variety of user and developer fees to pay for streets, parks, water wells and lines, and sewer lines. The City reviews these fees on an annual basis to assure that the fee structure is in line with the cost of construction. The Water and Sewer Funds have approved annual increases of 3% into the future if necessary. The Community Sanitation Fund has approved annual increases of 4% into the future if needed. For fiscal year 2021/22, the City implemented a 3% increase in water and sewer rates, a 4% increase in recycling and green-waste rates and a 3% increase in refuse and disposal rates. The Sewer Fund bond surcharge of \$7.30 was fully rebated for the fiscal year.

Structurally Balanced Budget Policy. Prior to the economic recession, in fiscal year 2006/07, the City Council utilized the emergency reserve when budgetary demand for services exceeded available resources. However, with a decline in building activity beginning in the fall of 2007, the City Council acted quickly to cut costs and services to ensure a balanced budget. Although it was necessary in 2007/08 to utilize additional funds from the emergency reserve, the efforts of the Council to develop a "structurally balanced budget" has paid off and the reserve has been rebuilt from 5.5% of expenditures in 2007/08 to 22.0% of the 2022/23 general fund budgeted expenditures. The Council is determined to maintain a structurally balanced budget where current estimated expenditures are within projected current revenues in order to provide budgetary stability for all operating budgets.

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

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Clovis for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2021. This was the thirty third consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both GAAP and applicable legal requirements.

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

In addition, the City also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated July 1, 2022. In order to qualify for the Distinguished Budget Presentation Award, the governments' budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

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

Respectfully submitted,



Jay Schengel, CPA
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

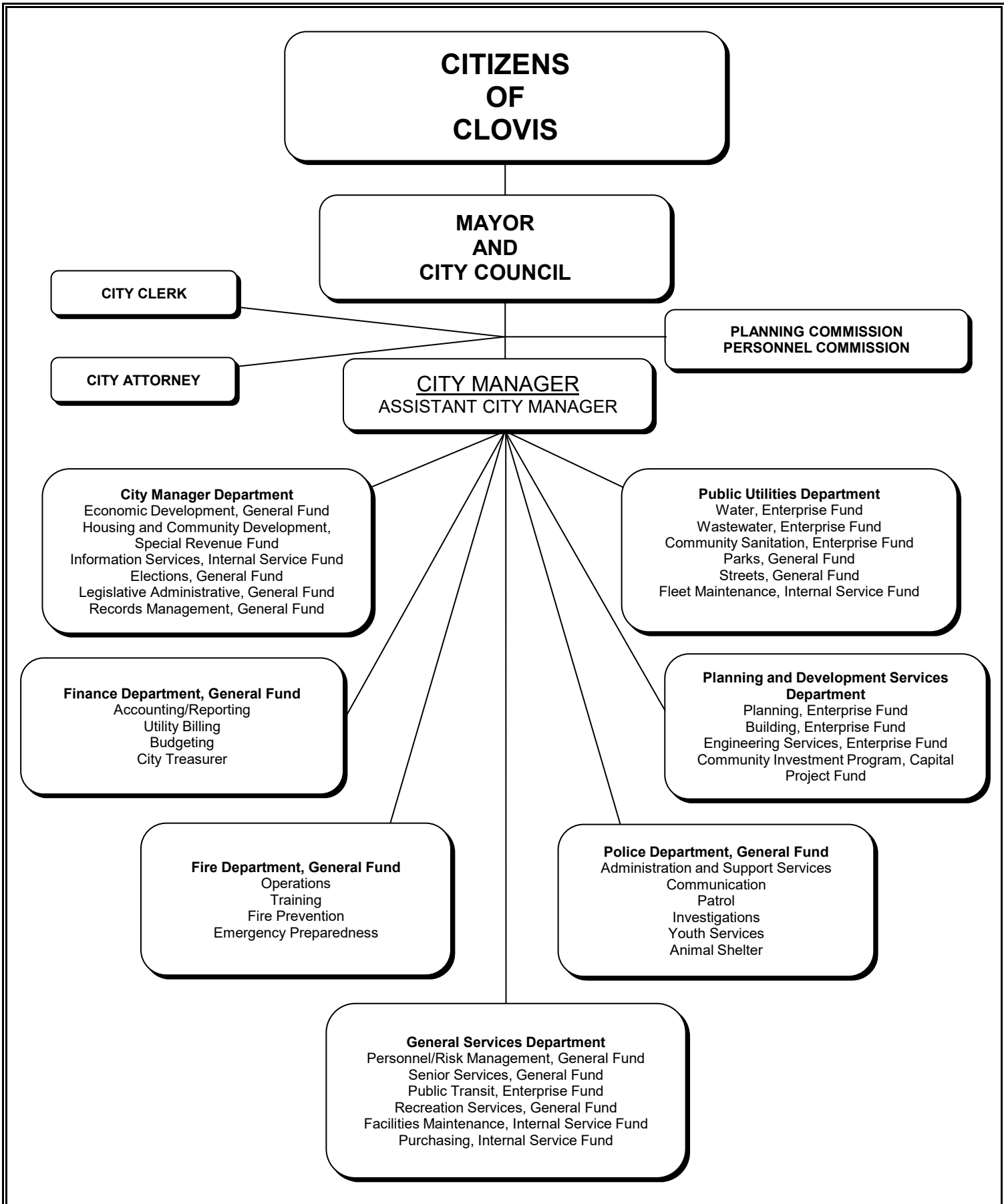
**City of Clovis
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO



CITY OF CLOVIS
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2022

<u>Title</u>	<u>Name</u>
<i>City Manager</i>	<i>John Holt</i>
<i>Assistant City Manager</i>	<i>Andrew Haussler</i>
<i>City Clerk</i>	<i>Karey Cha</i>
<i>Finance Director/City Treasurer</i>	<i>Jay Schengel</i>
<i>Fire Chief</i>	<i>John Binaski</i>
<i>General Services Director</i>	<i>Shonna Halterman</i>
<i>Planning & Development Services Director</i>	<i>Renee Mathis</i>
<i>Police Chief</i>	<i>Curt Fleming</i>
<i>Public Utilities Director</i>	<i>Scott Redelfs</i>

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INDEPENDENT AUDITORS' REPORT

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

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Budgetary Comparison Schedules, the Schedules of Changes in Net Pension Liability and Related Ratios, and the Schedule of Pension Contributions as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The Introductory Section, the Combining and Individual Nonmajor Fund Financial Statements, the Budget Comparison Schedules, and the Statistical Section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining and Individual Nonmajor Fund Financial Statements and the Budgetary Comparison Schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2022 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



San Diego, California
November 14, 2022

Management's Discussion and Analysis

This discussion and analysis of the City of Clovis' financial performance provides an overview of the City's financial activities for the fiscal year ended June 30, 2022. Please read it in conjunction with the accompanying transmittal letter, the basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

The City's government-wide total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) at the close of the fiscal year by \$952 million, which is 7% more than 2021. Of this amount, \$95 million is in unrestricted net position, which is available to meet the City's ongoing commitments to citizens and creditors.

The City's General Fund, including Landscape Maintenance, Parking and Business Improvement (PBIA), and Supplemental Law Enforcement, ended the year with a fund balance of \$37 million, which represents a net increase of \$12 million from the previous year. The unassigned balance of \$8 million is available for carryover to fund future general fund expenditures.

During the year, previously approved rate increases of 4% were implemented for recycling and green waste programs along with a 3% increase in the refuse collection and disposal program. A 3% increase in the Water Fund was also implemented during the 2022 fiscal year. The City continued to rebate the full sewer bond surcharge of \$7.30 per month.

Overview of the Financial Statements

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

Reporting the City as a Whole

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

The *statement of net position* presents information on all the City's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as one indicator of whether the City's financial position is improving or deteriorating.

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

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

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

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

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

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

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

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

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

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

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

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

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund statements. The notes to the financial statements can be found on pages 44-79 of this report.

Government-wide Financial Analysis

Below is a table showing the City's net position for the fiscal year ended June 30, 2022, with comparative data for the fiscal year ended June 30, 2021.

City of Clovis' Net Position

	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
Current and other assets	\$ 191,734,793	\$ 171,950,453	\$ 168,983,180	\$ 160,003,046	\$ 360,717,973	\$ 331,953,499
Capital and intangible assets	661,760,299	628,742,037	279,121,984	280,992,880	940,882,283	909,734,917
Total assets	853,495,092	800,692,490	448,105,164	440,995,926	1,301,600,256	1,241,688,416
Deferred Outflows of Resources	16,706,824	22,366,889	4,279,095	5,471,646	20,985,919	27,838,535
Long-term liabilities outstanding	167,313,860	201,928,495	135,561,569	154,730,750	302,875,429	356,659,245
Other liabilities	15,669,991	14,550,064	10,428,796	8,402,477	26,098,787	22,952,541
Total liabilities	182,983,851	216,478,559	145,990,365	163,133,227	328,974,216	379,611,786
Deferred Inflows of Resources	28,634,169	656,105	12,809,625	3,283,535	41,443,794	3,939,640
Net Position:						
Net investment in capital assets	631,981,885	595,863,289	176,055,300	171,482,301	808,037,185	767,345,590
Restricted	48,790,200	42,460,018	4	14	48,790,204	42,460,032
Unrestricted	(22,188,189)	(32,398,592)	117,528,965	108,568,495	95,340,776	76,169,903
Total net position	\$ 658,583,896	\$ 605,924,715	\$ 293,584,269	\$ 280,050,810	\$ 952,168,165	\$ 885,975,525

As of June 30, 2022, the City's government-wide total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) by \$952 million. Governmental activities finished the year with a positive net position balance of \$659 million, an increase of \$53 million, or 9%, over 2021. Business-type activities finished the year with a positive balance of \$294 million, an increase of \$14 million, or 5%, over 2021. Net position, as noted earlier, may serve over time as a useful indicator of the City's health of financial position.

Of the total net position, \$808 million, or 85%, is the City's net investment in capital assets (e.g. land, buildings and improvements, machinery and equipment and the road network) less any related debt used to acquire those assets that is still outstanding. The City's investment in capital assets increased \$41 million, restricted net position increased by \$6 million and unrestricted net position increased by \$19 million, accounting for the increase in total net position of \$66 million. This is primarily due to the City's investment in the road network, buildings and related improvements, and machinery and equipment.

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

Restricted net position is \$49 million, which represents 5% of the total net position. Restricted net position represents those resources that are subject to external restrictions on how they may be used. These restrictions are established by bond covenants or restrictions on the use of funds by state or federal regulations.

Unrestricted net position represents those resources which may be used to meet the City's ongoing commitments to citizens and creditors. Government-wide unrestricted net position is \$95 million, or 10% of the total net position, which is a 25% increase from the previous year. Governmental activities have a negative \$(22) million unrestricted net position, which is an increase of \$10 million compared to last year. Business-type activities have \$118 million in unrestricted net position, an increase of \$9 million, or 8%, compared to last year.

Governmental activities. Governmental activities account for \$659 million, or 69%, of the total Government-wide net position. This is an increase of \$53 million, or 9%, over June 30, 2021. Donated and constructed assets increased by \$36 million while the amounts available for debt service, street and road construction and community development increased by \$6 million. Additionally, the amount accumulated during the year for normal activities, unrestricted net position, increased by \$10 million.

The following lists key components of this increase:

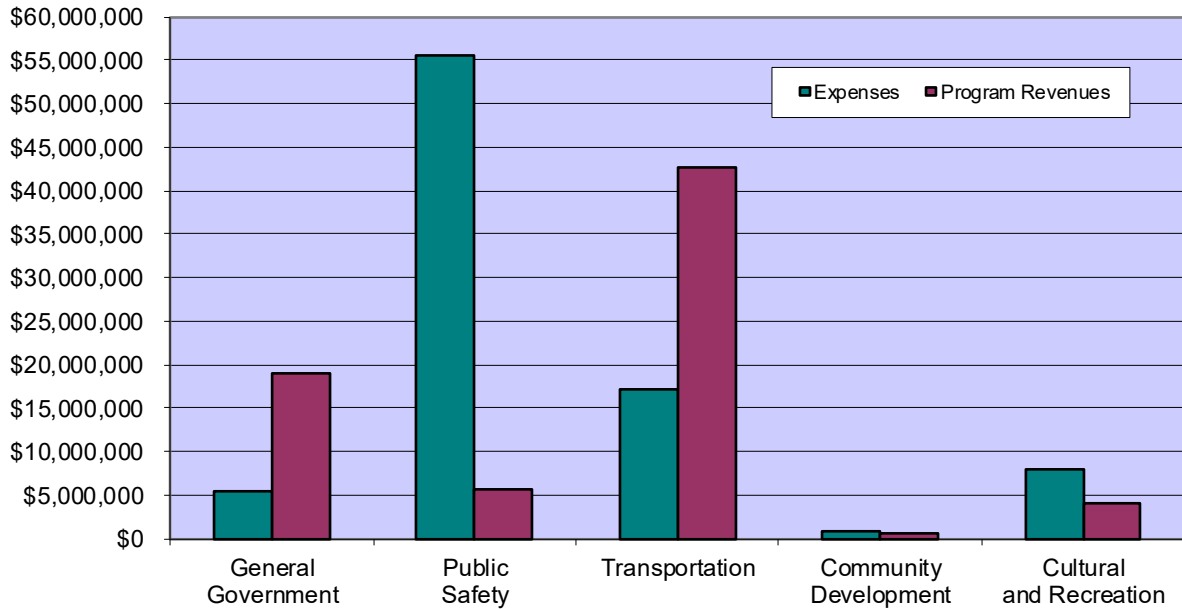
**City of Clovis'
Changes in Net Position**

	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
Revenues:						
Program revenues:						
Charges for services	\$ 36,537,027	\$ 31,686,043	\$ 90,788,167	\$ 82,126,743	\$ 127,325,119	\$ 113,812,786
Operating grants and contributions	8,998,232	12,466,179	5,328,177	4,495,790	14,326,409	16,961,969
Capital grants and contributions	26,455,750	21,005,130	2,598,127	2,652,346	29,053,952	23,657,476
General revenues:						
Property taxes	33,240,530	30,377,419			33,240,530	30,377,419
Sales taxes	31,105,966	27,526,307			31,105,966	27,526,307
Franchise taxes	2,768,353	2,599,469			2,768,353	2,599,469
Transient occupancy taxes	3,780,220	3,538,141			3,780,220	3,538,141
Unrestricted investment earnings (losses)	(2,638,130)	456,414	(3,280,236)	55,898	(5,918,366)	512,312
Total revenues	140,247,948	129,655,102	95,434,235	89,330,777	235,682,183	218,985,879
Expenses:						
General government	5,464,315	7,426,034			5,464,315	7,426,034
Public safety	55,414,669	62,766,429			55,414,669	62,766,429
Transportation	17,096,467	16,632,292			17,096,467	16,632,292
Community development	839,893	2,994,634			839,893	2,994,634
Cultural and recreation	7,824,991	7,174,222			7,824,991	7,174,222
Interest and other charges	488,432	725,577			488,432	725,577
Community Sanitation			23,424,108	22,078,675	23,424,108	22,078,675
Sewer			20,366,227	19,541,438	20,366,227	19,541,438
Water			21,431,323	24,963,531	21,431,323	24,963,531
Transit			7,063,395	6,791,962	7,063,395	6,791,962
Planning & Development Services			10,075,723	11,337,681	10,075,723	11,337,681
Total expenses	87,128,767	97,719,188	82,360,776	84,713,287	169,489,543	182,432,475
Increase in net position before transfers	53,119,181	31,935,914	13,073,459	4,617,490	66,192,640	36,553,404
Transfers	(460,000)	(500,000)	460,000	500,000	0	0
Increase in net position	52,659,181	31,435,914	13,533,459	5,117,490	66,192,640	36,553,404
Net position-beginning	605,924,715	574,488,801	280,050,810	274,933,320	885,975,525	849,422,121
Net position - ending	\$ 658,583,896	\$ 605,924,715	\$ 293,584,269	\$ 280,050,810	\$ 952,168,165	\$ 885,975,525

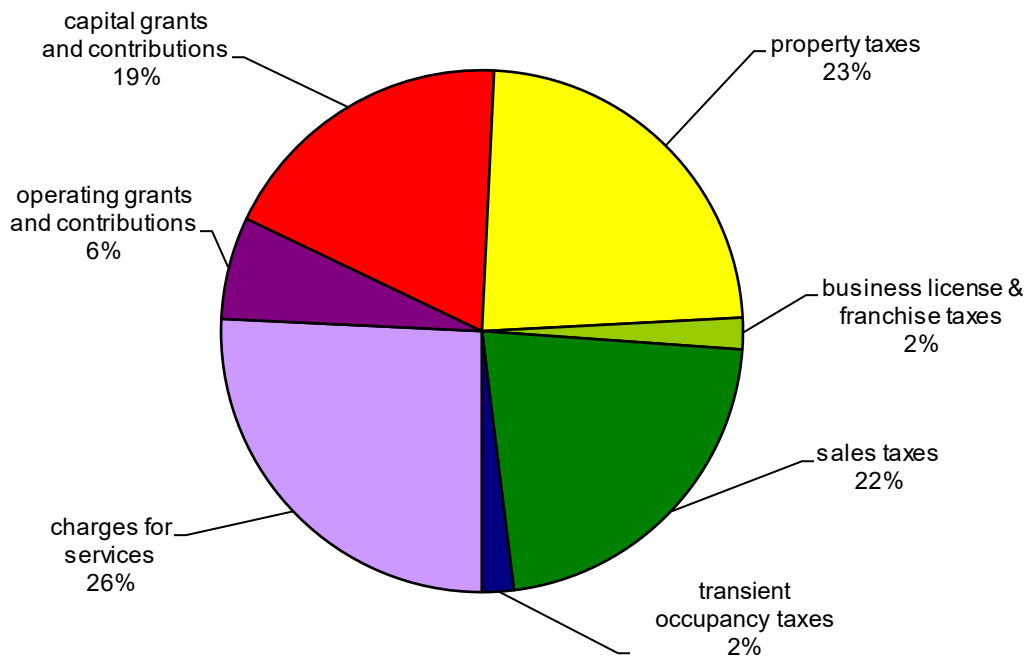
Total governmental revenues for the year were \$140 million, which is \$11 million, or 8%, more than in 2021. The majority of this increase is attributable to federal relief funding for Covid-19 and Sales taxes. Taxes, including property, sales, franchise, and transient occupancy, account for \$71 million, or 51%, of the City's governmental activities revenue and increased \$7 million, or 11%, from 2021. Property taxes increased by \$3 million due to higher property values and the shift of former redevelopment tax increment to the City. Sales taxes increased by \$4 million mainly due to the accelerated pace of online sales which has become a consumer purchasing preference after the pandemic.

Total governmental expenses for the year were \$87 million, a decrease of \$11 million, or 11%, from 2021. Public Safety, which includes police and fire, accounts for \$55 million, or 64%, of the total governmental activities' expenses. Public Safety expenses decreased \$7 million, or 12%, from 2021 primarily due to salary savings related to police department vacancies. Community development expenses decreased from 2021. General government expenses decreased from 2021. Transportation remained unchanged when compared to 2021. Cultural and Recreation expenses were \$8 million, slightly increased when compared to 2021.

Expenses and Program Revenues-Governmental Activities



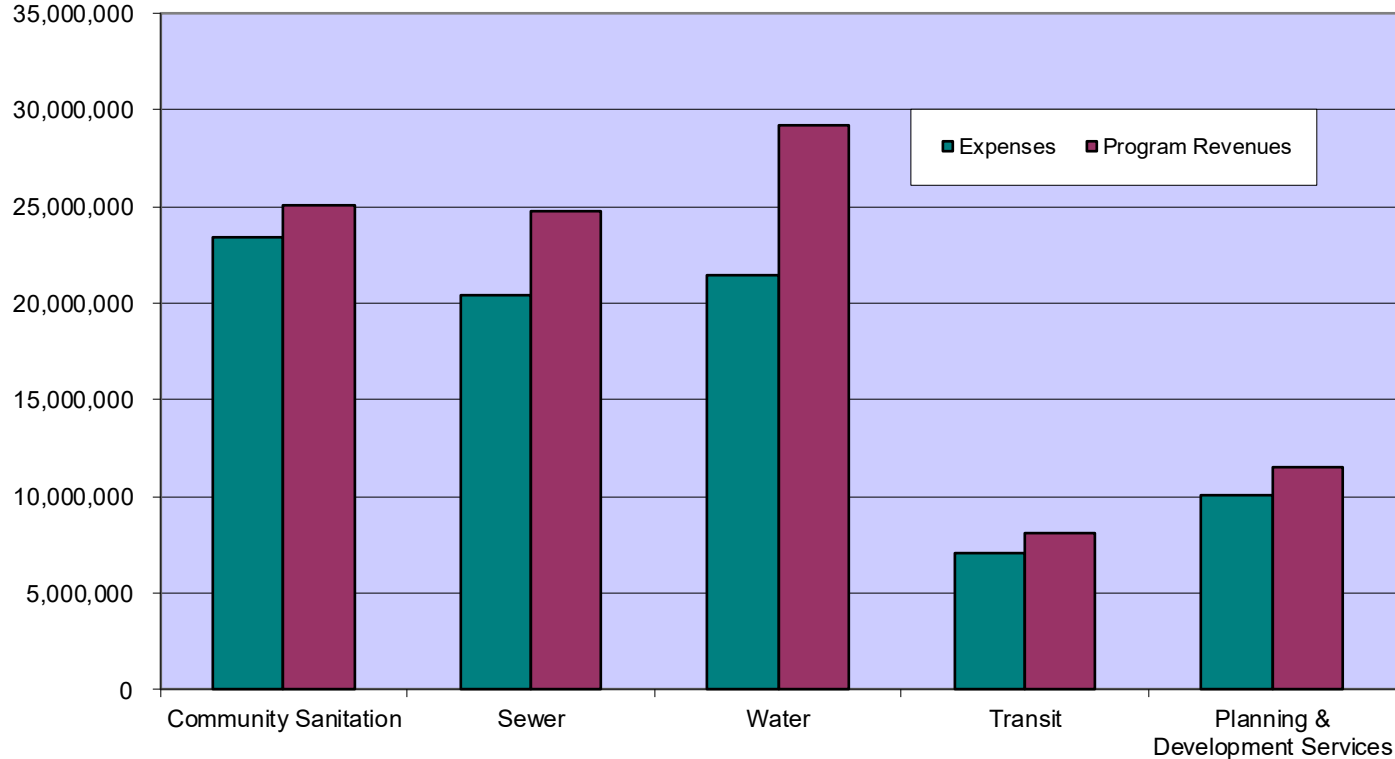
Revenues by Source-Governmental Activities



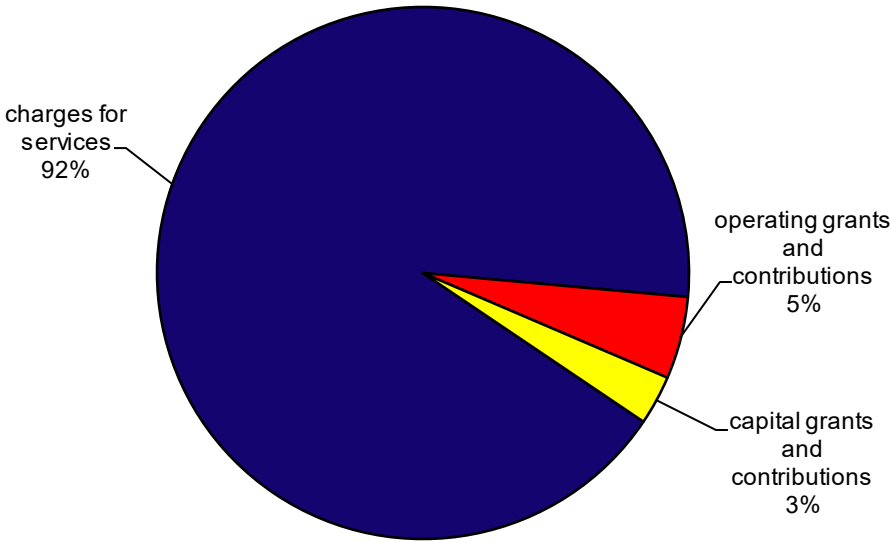
Program revenues that include charges for services and grants specific to certain programs were \$72 million, or 51% of the total governmental activity revenue. Much of the growth in program revenues, notably in General Government, resulted from federal relief funds such as the Coronavirus State and Local Fiscal Recovery funds. The amounts necessary to fully fund the governmental activity programs are made up of “general” revenues such as taxes, interest, and grants and contributions.

Business-type Activities. Business-type activities account for \$294 million, or 31% of the total Government-wide net position. This is an increase of \$14 million, or 5%, from June 30, 2021. The component, “Net Investment in Capital Assets” accounts for \$176 million, or 60% of the total net position, and is an increase of \$5 million from 2021. The amount of restricted net position represents less than 1% of the total net position. The amount of net position that is unrestricted, \$118 million, or 40%, increased \$9 million from 2021. Charges for current services were \$91 million, or 95% of the total business-type activity revenue, and slightly increased from 2021. Grants and contributions of \$8 million represent \$3 million in contributions of sewer and water mains from developers and \$5 million in state transit assistance.

Expenses and Program Revenues-Business-type Activities



Revenues by Source-Business-type Activities



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

Financial Analysis of the City's Funds

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

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

The City's governmental funds ended the year with positive fund balances. The ending fund balance for all funds is \$76 million, which is a \$14 million increase from the previous year. Of the total fund balance, \$8 million or 11% is unassigned, which, within the limitations of the fund's purpose, is available for spending at the City's discretion. The remainder of the fund balance is not available for new spending because it is either in a form not able to be spent or has already been restricted, assigned or committed for the following: (in millions)

Capital Projects	\$22.4
Community Development	14.2
Debt service	0.4
Landscape Maintenance	7.2
Parking and Business Improvement	0.1
Law Enforcement	<0.1
Services materials and supplies	1.4
Capital Outlay	9.2
Emergencies	19.4

The general fund is the chief operating fund of the City. As of June 30, 2022, the *total* fund balance (including all categories) of the general fund was \$37 million, an increase of \$12 million from June 30, 2021. The total fund balance of \$37 million includes restricted balances of \$7.4 million, assigned balances of \$21 million, and an unassigned balance of \$8.4 million. The change in fund balance was primarily due to the increases in revenues from other agencies and sales tax, as well as the decrease in expenditures related to public safety.

The local transportation fund, used to account for all street construction projects, incurred less than budgeted expenditures as a result of several large projects awarded towards the end of the fiscal year and limited staff resources. The ending fund balance of \$22.4 million is \$2.0 million more than June 30, 2021.

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

All the internal service funds finished with positive unrestricted net position. The current liability for workers’ compensation claims is \$8.7 million. The City funds the current year workers’ compensation expenditures with charges to City programs. The City has also funded approximately \$2.8 million of the accrued liability through charges to City programs in prior years. The balance of the liability is of a long-term nature, not requiring current resources, and therefore has not been funded.

General Fund Budgetary Highlights

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

\$ 158,000 Fire Department - out of county emergency response overtime

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

Comparison of Revenues, Expenditures and Changes in Fund Balance					
Budget and Actual - General Fund					
	Budgeted Original	Budgeted Final	Actual Amounts	Final Budget Variance	Explanation
Revenues:					
Property Taxes	\$ 32,654,000	\$ 32,654,000	\$ 33,240,530	\$ 586,530	Variance due to larger amounts realized in various property taxes mostly in current year unsecured and in lieu of vehicle license fees.
Sales Taxes	25,974,000	25,974,000	31,105,966	5,131,966	Variance due to a shift in online sales exacerbated by the pandemic and aided by the passage of AB 147-The Marketplace Facilitator Act.
Business License & Franchise Taxes	6,313,000	6,313,000	6,819,233	506,233	Variance shows a rebound of businesses and the addition of new businesses post pandemic.
Transient Occupancy Taxes	2,300,000	2,300,000	3,780,220	1,480,220	Variance due to increased occupancy at hotels and short term rentals than anticipated.
License and Permits	694,000	694,000	1,374,447	680,447	Variance largely due to higher than anticipated card room permits.
From Other Agencies	4,365,100	4,857,339	14,921,870	10,064,531	Variance largely due to funds received from the American Rescue Plan Act.
Charges for Current Services	5,940,500	6,020,500	6,646,108	625,608	Recreational sports more than doubled projections along with emergency responses.
Expenditures:					
Police	44,034,473	44,575,712	42,346,890	2,228,822	Variance due to open positions of patrol officers, resulting in salary savings.
Public Utilities	11,611,866	11,611,866	11,011,110	600,756	Variance due to salary savings and a reduction in usage of services and supplies.
Other Financing Sources:					
Transfer Out	(6,099,800)	(7,686,300)	(8,865,300)	(1,179,000)	Largely based on reimbursement of lease payments due to debt service and new fiscal year projects.

Capital Assets and Debt Administration

Capital Assets. The City’s capital assets for its governmental and business-type activities as of June 30, 2022, amount to \$941 million (net of depreciation/amortization), an increase of \$31 million over 2021. Capital assets include land, buildings and improvements, machinery and equipment, and road network and intangible capacity rights for water and sewer.

Major capital asset additions this year include the following:

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

During the year the City made improvements to various streets and received developer donated infrastructure. The sewer system improvements include the City’s share of capital projects for the Fresno-Clovis regional wastewater treatment plant. Additional information on the City’s capital assets can be found in note IV.E on pages 61-62.

CITY OF CLOVIS'
Capital Assets
 (net of depreciation)

	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 276,760,989	\$ 264,065,286	\$ 38,062,150	\$ 37,937,477	\$ 314,823,139	\$ 302,002,763
Buildings and improvements	94,360,482	79,048,384	210,547,341	212,819,637	304,907,823	291,868,021
Right to use direct borrowings buildings	11,325,193	11,942,657			11,325,193	11,942,657
Machinery and equipment	14,534,682	15,052,131	3,423,598	3,703,364	17,958,280	18,755,495
Right to use direct borrowings equipment	3,331,123	3,934,969			3,331,123	3,934,969
Road network	261,447,830	254,698,610			261,447,830	254,698,610
Intangibles			27,088,895	26,532,401	27,088,895	26,532,401
Total	\$ 661,760,299	\$ 628,742,037	\$ 279,121,984	\$ 280,992,879	\$ 940,882,283	\$ 909,734,916

Long-term Debt. The City's long-term debt as of June 30, 2022, was \$131 million, with governmental activities accounting for \$30 million, or 23%, and business-type activities accounting for \$101 million, or 77%.

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

	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
Loans payable	\$ 2,170,424	\$ 2,439,906			\$ 2,170,424	\$ 2,439,906
Notes from direct borrowings	13,834,128	16,494,902			13,834,128	16,494,902
Revenue bonds	13,773,862	13,943,940	\$ 99,030,400	\$ 104,255,562	112,804,262	118,199,502
Contracts payable			2,355,574	3,455,186	2,355,574	3,455,186
Total	\$ 29,778,414	\$ 32,878,748	\$ 101,385,974	\$ 107,710,748	\$ 131,164,388	\$ 140,589,496

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

Economic Factors and Next Year's Budgets and Rates

The City is closely watching the national economy along with the state's budget and the impact these have on Clovis. During the budget development process for the 2022/23 fiscal year, the City was able to increase general fund expenditures by \$7 million, or 8% compared to the estimated 2021/22 expenditures. The increase is largely due to funding new positions, cost-of-living salary increases, increased costs of employee benefits, and general price increases impacting the cost of services and supplies.

While the City's unemployment rate is currently low at 3.4%, and even lower than the national average of 3.8% and state average of 4.0%, the U.S. has experienced the highest inflation in 40 years. This is a concern for the City in the next budget year. The increase in prices is putting further pressure on households and shifting household dollars away from discretionary spending which could have a significant impact on the City's sales taxes as a larger portion of income goes to essentials such as food, transportation and housing costs. High inflation has originated from a mismatch between total demand and supply in the economy, largely as a result of constraints from the pandemic and an aggressive fiscal and

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

On June 30, 2022, the General Fund has an assigned fund balance of \$19.4 million, or 22% of 2022/23 budgeted expenditures set aside for unforeseen emergencies. The City continues to monitor the impacts of high inflation and rising interest rates on the economy and the City's budget and will continue to adjust its strategies to address those impacts.

The Council determined that it was necessary for the Community Sanitation Fund to implement a rate increase of 4% for the green waste and recycling programs and to implement a rate decrease of 1.5% for the refuse collection and disposal program for the 2022/23 fiscal year. Furthermore, the Council determined that a 3% increase was necessary for the Water Fund. The Sewer Fund will have a 3% rate increase and the full \$7.30 bond surcharge will continue to be fully rebated.

Requests for Information

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

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**City of Clovis
Statement of Net Position
June 30, 2022**

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 170,937,370	\$ 142,963,043	\$ 313,900,413
Receivables	7,427,786	14,399,133	21,826,919
Internal balances	(9,765,757)	9,765,757	
Due from other governments	10,440,511	1,855,243	12,295,754
Inventories	908,000		908,000
Restricted assets:			
Cash and investments	11,786,883	4	11,786,887
Capital assets, not being depreciated	276,760,989	38,062,150	314,823,139
Capital assets (net of accumulated depreciation)	384,999,310	213,970,939	598,970,249
Intangible assets (net of accumulated amortization)		27,088,895	27,088,895
Total assets	<u>853,495,092</u>	<u>448,105,164</u>	<u>1,301,600,256</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension related deferred outflows	16,706,824	4,159,476	20,866,300
Deferred loss on bond refunding		119,619	119,619
	<u>16,706,824</u>	<u>4,279,095</u>	<u>20,985,919</u>
LIABILITIES			
Accounts payable	9,318,330	4,169,973	13,488,303
Accrued payroll	3,111,347		3,111,347
Unearned revenue	3,240,314	6,258,823	9,499,137
Long-term liabilities:			
Due within one year	44,567,680	13,314,971	57,882,651
Due in more than one year	122,746,180	122,246,598	244,992,778
Total liabilities	<u>182,983,851</u>	<u>145,990,365</u>	<u>328,974,216</u>
DEFERRED INFLOWS OF RESOURCES			
Lease related deferred inflows	233,828	1,415,307	1,649,135
Pension related deferred inflows	28,400,341	9,593,989	37,994,330
Deferred gain on bond refunding		1,800,329	1,800,329
	<u>28,634,169</u>	<u>12,809,625</u>	<u>41,443,794</u>
NET POSITION			
Net investment in capital assets	631,981,885	176,055,300	808,037,185
Restricted for:			
Debt service	11,981,717	4	11,981,721
Streets and roads	22,475,133		22,475,133
Community development	7,136,149		7,136,149
Landscape maintenance	7,197,201		7,197,201
Unrestricted (deficit)	(22,188,189)	117,528,965	95,340,776
Total net position	<u>\$ 658,583,896</u>	<u>\$ 293,584,269</u>	<u>\$ 952,168,165</u>

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

**City of Clovis
Statement of Activities
For the Year Ended June 30, 2022**

Function/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
					Governmental Activities	Business-type Activities	
Primary government:							
Governmental activities:							
General government	\$ 5,464,315	\$ 10,164,616	\$ 8,817,583		\$ 13,517,884	\$ 13,517,884	
Public safety	55,414,669	4,949,837	109,578	\$ 574,948	(49,780,306)	(49,780,306)	
Transportation	17,096,467	16,976,152		25,664,519	25,544,204	25,544,204	
Community development	839,893	382,684	71,071	169,746	(216,392)	(216,392)	
Cultural and recreation	7,824,991	4,063,738		46,537	(3,714,716)	(3,714,716)	
Interest and other charges	488,432				(488,432)	(488,432)	
Total governmental activities	<u>87,128,767</u>	<u>36,537,027</u>	<u>8,998,232</u>	<u>26,455,750</u>	<u>(15,137,758)</u>	<u>0</u>	<u>(15,137,758)</u>
Business-type activities:							
Community sanitation	23,424,108	25,034,211			\$ 1,610,103	1,610,103	
Sewer disposal	20,366,227	23,678,416		1,112,433	4,424,622	4,424,622	
Water	21,431,323	27,751,315		1,485,694	7,805,686	7,805,686	
Transit	7,063,395	2,920,835	5,169,390		1,026,830	1,026,830	
Planning & Development Services	10,075,723	11,403,390	158,787		1,486,454	1,486,454	
Total business-type activities	<u>82,360,776</u>	<u>90,788,167</u>	<u>5,328,177</u>	<u>2,598,127</u>	<u>0</u>	<u>16,353,695</u>	<u>16,353,695</u>
Total primary government	<u>\$ 169,489,543</u>	<u>\$ 127,325,194</u>	<u>\$ 14,326,409</u>	<u>\$ 29,053,877</u>	<u>(15,137,758)</u>	<u>16,353,695</u>	<u>1,215,937</u>
General revenues:							
Property taxes					33,240,530	33,240,530	
Sales taxes					31,105,966	31,105,966	
Franchise taxes					2,768,353	2,768,353	
Transient occupancy taxes					3,780,220	3,780,220	
Unrestricted investment earnings (losses)					(2,638,130)	(3,280,236)	
Transfers					(460,000)	460,000	
Total general revenues and transfers					<u>67,796,939</u>	<u>(2,820,236)</u>	<u>64,976,703</u>
Changes in net position					52,659,181	13,533,459	66,192,640
Net position-beginning					605,924,715	280,050,810	885,975,525
Net position-ending					<u>\$ 658,583,896</u>	<u>\$ 293,584,269</u>	<u>\$ 952,168,165</u>

AGENDA ITEM NO. 11.

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

**City of Clovis
Balance Sheet
Governmental Funds
June 30, 2022**

	Major Funds		Other Governmental Funds	Total Governmental Funds
	General	Local Transportation		
ASSETS				
Cash and investments	\$ 32,381,404	\$ 57,714,692	\$ 14,506,436	\$ 104,602,532
Cash with agents-restricted		231,700		231,700
Receivables	3,252,359	312,025	3,365,875	6,930,259
Due from other governments	5,969,046	4,376,714	78,225	10,423,985
Total assets	<u>\$ 41,602,809</u>	<u>\$ 62,635,131</u>	<u>\$ 17,950,536</u>	<u>\$ 122,188,476</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,310,683	\$ 2,766,927	\$ 1,224,600	\$ 5,302,210
Accrued payroll	3,111,348			3,111,348
Due to other governments	16,545			16,545
Deposits and other liabilities	254,941	36,973,604	34,259	37,262,804
Unearned revenue	215,549	487,682		703,231
Total liabilities	<u>4,909,066</u>	<u>40,228,213</u>	<u>1,258,859</u>	<u>46,396,138</u>
Fund balances:				
Restricted for:				
Capital projects		22,406,918	68,215	22,475,133
Community development	31,270		6,898,628	6,929,898
Debt service			426,534	426,534
Landscape maintenance	7,197,201			7,197,201
Parking and business improvement	131,893			131,893
Law enforcement	74,358			74,358
Assigned for:				
Services, materials and supplies	1,444,500			1,444,500
Capital			9,298,300	9,298,300
Emergencies	19,400,000			19,400,000
Unassigned, reported in:				
General fund	8,414,521			8,414,521
Total fund balances	<u>36,693,743</u>	<u>22,406,918</u>	<u>16,691,677</u>	<u>75,792,338</u>
Total liabilities and fund balances	<u>\$ 41,602,809</u>	<u>\$ 62,635,131</u>	<u>\$ 17,950,536</u>	

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

Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds. (Net of \$101,967,113 of internal service fund capital assets)	559,793,186
Internal service funds are used by management to charge the costs of fleet management, employee benefits, liability and property insurance and general services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. (Net of \$9,765,757 allocated to business-type activities)	118,449,246
Long-term liabilities, including compensated absences, and net pension liability, are not due and payable in the current period and therefore are not reported in the funds.	(95,450,874)
Net Position of Governmental Activities	<u>\$ 658,583,896</u>

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

City of Clovis
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2022

	Major Funds		Other Governmental Funds	Total Governmental Funds
	General	Local Transportation		
REVENUES				
Property taxes	\$ 33,240,530			\$33,240,530
Sales taxes	31,105,966			31,105,966
Business license & Franchise taxes	6,819,233			6,819,233
Transient occupancy taxes	3,780,220			3,780,220
Licenses and permits	1,374,447			1,374,447
Fines and forfeitures	189,018			189,018
Use of money and property	(248,614)	\$ (1,033,569)	\$ (296,595)	(1,578,778)
From other agencies	14,921,870	13,648,046	767,294	29,337,210
Charges for current services	6,646,108	553,081	2,604,335	9,803,524
Other revenues	6,722,106	257	1,274	6,723,637
Total revenue	104,550,884	13,167,815	3,076,308	120,795,007
EXPENDITURES				
Current:				
General government	7,464,459			7,464,459
Public safety	63,297,211			63,297,211
Transportation	4,730,949	463,093		5,194,042
Community development	62	369,843	476,474	846,379
Cultural and recreation	8,471,633			8,471,633
Capital outlays		10,408,054	2,352,329	12,760,383
Total expenditures	83,964,314	11,240,990	2,828,803	98,034,107
Excess (deficiency) of revenues over (under) expenditures	20,586,570	1,926,825	247,505	22,760,900
OTHER FINANCING SOURCES (USES)				
Transfers out	(8,865,300)		(150,000)	(9,015,300)
Total other financing sources (uses)	(8,865,300)	0	(150,000)	(9,015,300)
Net change in fund balances	11,721,270	1,926,825	97,505	13,745,600
Fund balances-beginning	24,972,473	20,480,093	16,594,172	62,046,738
Fund balances-ending	\$ 36,693,743	\$ 22,406,918	\$ 16,691,677	\$ 75,792,338

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

City of Clovis
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Government-Wide Statement of Activities
For the Year Ended June 30, 2022

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

Net change in fund balances-total governmental funds (page 33)	\$ 13,745,600
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	109,468
The net effect of donations and miscellaneous transactions involving capital assets (i.e., sales and trade-ins) is to increase net position.	20,492,503
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	4,087,514
Internal service funds are used by management to charge the costs of fleet maintenance, employee benefits, liability and property insurance and general services to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. Net of \$4,981,707 allocated to business-type activities.	14,224,096
Change in net position of governmental activities (page 31)	<u>\$ 52,659,181</u>

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

City of Clovis
Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
General Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
Property taxes	\$ 32,654,000	\$ 32,654,000	\$ 33,240,530	\$ 586,530
Sales taxes	25,974,000	25,974,000	31,105,966	5,131,966
Business license & Franchise taxes	6,313,000	6,313,000	6,819,233	506,233
Transient occupancy taxes	2,300,000	2,300,000	3,780,220	1,480,220
Licenses and permits	694,000	694,000	1,374,447	680,447
Fines and forfeitures	187,000	187,000	189,018	2,018
Use of money and property	103,900	103,900	(248,614)	(352,514)
From other agencies	4,365,100	4,857,339	14,921,870	10,064,531
Charges for current services	5,940,500	6,020,500	6,646,108	625,608
Other revenues	6,590,500	6,590,500	6,722,106	131,606
Total revenues	85,122,000	85,694,239	104,550,884	18,856,645
EXPENDITURES				
Council	384,300	384,300	340,924	43,376
Clerk	298,700	298,700	258,685	40,015
Attorney	1,101,900	1,101,900	691,496	410,404
Manager	2,224,600	2,224,600	2,085,035	139,565
General services	3,028,801	3,028,801	2,971,710	57,091
Finance/Treasurer	3,527,021	3,527,021	3,308,140	218,881
Police	44,034,473	44,575,712	42,346,890	2,228,822
Fire	20,585,593	20,951,255	20,950,324	931
Public utilities	11,611,866	11,611,866	11,011,110	600,756
Total expenditures	86,797,254	87,704,155	83,964,314	3,739,841
Excess (deficiency) of revenues over expenditures	(1,675,254)	(2,009,916)	20,586,570	22,596,486
OTHER FINANCING SOURCES (USES)				
Transfers Out	(6,099,800)	(7,686,300)	(8,865,300)	(1,179,000)
Total other financing sources (uses)	(6,099,800)	(7,686,300)	(8,865,300)	(1,179,000)
Net change in fund balance	(7,775,054)	(9,696,216)	11,721,270	21,417,486
Fund balance-beginning	24,972,473	24,972,473	24,972,473	
Fund balance-ending	\$ 17,197,419	\$ 15,276,257	\$ 36,693,743	\$ 21,417,486

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

**City of Clovis
Statement of Net Position
Proprietary Funds
June 30, 2022**

	Business-Type Activities-Enterprise Funds						Governmental Activities Internal Service Funds
	Major Enterprise Funds			Nonmajor			
	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit	Totals	
ASSETS							
Current assets:							
Cash and investments	\$ 14,903,878	\$ 41,512,583	\$ 65,526,128	\$ 16,202,391	\$ 4,818,063	\$ 142,963,043	\$ 66,334,838
Receivables	5,337,502	4,122,724	4,888,274	32,748	17,885	14,399,133	497,527
Due from other governments				384,870	1,470,373	1,855,243	16,526
Inventories						0	908,000
Total current assets	20,241,380	45,635,307	70,414,402	16,620,009	6,306,321	159,217,419	67,756,891
Noncurrent assets:							
Cash with fiscal agent-bond accounts		2				4	11,555,183
Total restricted assets	0	2		0	0	4	11,555,183
Capital assets:							
Land	19,076,813	4,749,752	14,235,585			38,062,150	8,872,400
Buildings and improvements	7,685,187	174,748,628	134,877,215			317,311,030	118,893,949
Machinery and equipment	3,399,755	839,517	1,723,806	130,517	6,016,393	12,109,988	56,873,239
Less accumulated depreciation	(3,820,625)	(60,770,695)	(46,165,086)	(53,179)	(4,640,494)	(115,450,079)	(82,672,475)
Total capital assets (net of accumulated depreciation)	26,341,130	119,567,202	104,671,520	77,338	1,375,899	252,033,089	101,967,113
Intangible assets		41,022,726	11,618,786			52,641,512	
Less accumulated amortization		(22,483,309)	(3,069,308)			(25,552,617)	
Total intangible assets (net of accumulated amortization)		18,539,417	8,549,478			27,088,895	
Total noncurrent assets	26,341,130	138,106,621	113,221,000	77,338	1,375,899	279,121,988	113,522,296
Total assets	46,582,510	183,741,928	183,635,402	16,697,347	7,682,220	438,339,407	181,279,187
DEFERRED OUTFLOWS OF RESOURCES							
Pension related deferred outflows	1,020,338	260,028	766,063	1,471,799	641,248	4,159,476	1,034,032
Deferred loss on bond refunding			119,619			119,619	0
Total deferred outflows of resources	1,020,338	260,028	885,682	1,471,799	641,248	4,279,095	1,034,032

	Business-Type Activities-Enterprise Funds					Governmental Activities Internal Service Funds
	Major Enterprise Funds			Nonmajor		
	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit	
LIABILITIES						
Current liabilities:						
Accounts payable	639,277	2,178,328	1,124,897	171,697	52,603	4,166,802
Claims and judgments payable					0	0
Due to other governments					3,171	3,171
Accrued compensated absences	118,600	28,300	76,200	112,600	43,600	379,300
Deposits and other liabilities	1,400		3,335,879	3,751,663		7,088,942
Unearned revenue	203,092			316,966	5,738,765	6,258,823
Direct borrowings-current					0	0
Loans payable-current		2,430,000	2,265,000		0	4,695,000
Revenue bonds-current		1,151,729				1,151,729
Contracts payable-current		5,788,357	6,801,976	4,352,926	5,838,139	23,743,767
Total current liabilities	962,369	11,788,357	10,017,073	8,263,583	5,838,139	36,864,461
Noncurrent liabilities:						
Claims and judgments payable					0	6,173,000
Accrued compensated absences	363,412	86,823	233,444	345,235	133,801	1,162,715
Direct borrowings					0	11,370,844
Loans payable					0	1,908,905
Revenue bonds (net of discount/premium)		80,257,050	14,078,350			94,335,400
Contracts payable		1,203,845				1,203,845
Landfill closure	5,002,240					5,002,240
Net pension liability	5,376,320	1,193,370	3,820,164	6,866,686	3,285,858	20,542,398
Total noncurrent liabilities	10,741,972	82,741,088	18,131,958	7,211,921	3,419,659	122,246,598
Total liabilities	11,704,341	88,529,445	24,933,934	11,564,847	9,257,798	145,990,365
DEFERRED INFLOWS OF RESOURCES						
Lease related deferred inflows		640,698	774,609			1,415,307
Pension related deferred inflows	2,399,272	587,420	1,771,955	3,340,118	1,495,224	9,593,989
Deferred gain on bond refunding, net		1,800,329				1,800,329
Total deferred inflows of resources	2,399,272	3,028,447	2,546,564	3,340,118	1,495,224	12,809,625
NET POSITION						
Net investment in capital assets	26,341,130	51,263,666	96,997,267	77,338	1,375,899	176,055,300
Restricted for debt service		2	2			4
Unrestricted (deficit)	7,158,105	41,180,396	60,043,317	3,186,843	(3,805,453)	107,763,208
Total net position	\$33,499,235	\$92,444,064	\$157,040,586	\$3,264,181	\$ (2,429,554)	\$283,818,512
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds.						9,765,757
Net position of business-type activities						\$293,584,269

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

City of Clovis
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2022

	Business-Type Activities-Enterprise Funds						Governmental Activities Internal Service Funds
	Major Enterprise Funds			Nonmajor			
	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit	Totals	
Operating revenues:							
Charges for services	\$ 23,710,551	\$ 22,561,221	\$ 25,839,690	\$ 10,304,854	\$ 48,347	\$ 82,464,663	\$ 62,458,764
From other agencies		284,028	558,237	158,787	2,265,010	3,266,062	4,510,313
Other revenues	26,703	32,079	74,317			133,099	2,888,098
Total operating revenues	<u>23,737,254</u>	<u>22,877,328</u>	<u>26,472,244</u>	<u>10,463,641</u>	<u>2,313,357</u>	<u>85,863,824</u>	<u>69,857,175</u>
Operating expenses:							
Salaries and benefits	7,439,044	1,664,406	4,949,805	7,471,869	4,027,641	25,552,765	21,650,282
Services, materials and supplies	11,532,612	7,416,704	8,998,937	114,718	1,423,285	29,486,256	28,236,616
Administration	4,063,400	3,191,100	3,768,348	2,472,000	1,225,600	14,720,448	1,809,400
Depreciation/amortization	389,052	5,130,117	3,028,555	17,136	386,869	8,951,729	6,004,387
Total operating expenses	<u>23,424,108</u>	<u>17,402,327</u>	<u>20,745,645</u>	<u>10,075,723</u>	<u>7,063,395</u>	<u>78,711,198</u>	<u>57,700,685</u>
Operating income (loss)	<u>313,146</u>	<u>5,475,001</u>	<u>5,726,599</u>	<u>387,918</u>	<u>(4,750,038)</u>	<u>7,152,626</u>	<u>12,156,490</u>
Nonoperating revenues (expenses):							
Interest income	172,066	434,440	759,284	182,536	42,798	1,591,124	498,667
Net increase (decrease) in cash fair value	(537,862)	(1,365,081)	(2,278,561)	(568,351)	(121,505)	(4,871,360)	(1,538,229)
Interest expense		(2,963,900)	(685,678)			(3,649,578)	(488,432)
State transit funding					5,169,390	5,169,390	
Legal settlement			101,423			101,423	
Gain (loss) on sale of capital assets						0	(17,677)
Total nonoperating revenue (expense)	<u>(365,796)</u>	<u>(3,894,541)</u>	<u>(2,103,532)</u>	<u>(385,815)</u>	<u>5,090,683</u>	<u>(1,659,001)</u>	<u>(1,545,671)</u>
Income (loss) before contributions and transfers	<u>(52,650)</u>	<u>1,580,460</u>	<u>3,623,067</u>	<u>2,103</u>	<u>340,645</u>	<u>5,493,625</u>	<u>10,610,819</u>
Capital contributions							
Transfers in	150,000		1,485,694			2,598,127	39,684
Changes in net position	97,350	2,692,893	5,108,761	312,103	340,645	460,000	8,555,300
Total net position-beginning	33,401,885	89,751,171	151,931,825	2,952,078	(2,770,199)	8,551,752	19,205,803
Total net position-ending	<u>\$ 33,499,235</u>	<u>\$ 92,444,064</u>	<u>\$ 157,040,586</u>	<u>\$ 3,264,181</u>	<u>\$ (2,429,554)</u>	<u>\$ 128,215,003</u>	<u>\$ 128,215,003</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.
Change in net position of business-type activities (page 31)

AGENDA ITEM NO. 11.

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

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City of Clovis
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022

	Business-Type Activities-Enterprise Funds						Governmental Activities- Internal Service Funds
	Major Enterprise Funds			Nonmajor			
	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit	Totals	
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts from customers and users	\$ 22,868,122	\$ 22,410,453	\$ 25,606,677	\$ 10,527,737	\$ 1,733,227	\$ 83,146,216	\$ 60,896,450
Receipts for interfund services	(15,254,709)	(10,463,856)	(12,620,050)	(2,421,002)	(2,671,673)	(43,431,290)	(30,401,577)
Payments to suppliers	(8,084,837)	(1,855,250)	(5,496,829)	(8,480,690)	(4,440,141)	(28,357,747)	(22,343,687)
Payments to employees	26,702	316,106	733,976	158,789	2,265,009	3,500,582	7,331,488
Other revenues	(444,722)	10,407,453	8,223,774	(215,166)	(3,113,578)	14,857,761	15,482,674
Net cash provided/(used) by operating activities	150,000	0	0	310,000	5,977,951	460,000	8,555,300
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Transfers-in from other funds	150,000	0	0	(384,614)	5,977,951	5,593,337	8,555,300
Transportation funding-State				(74,614)	5,977,951	6,053,337	
Net cash provided (used) by noncapital financing activities							
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Acquisition and construction of capital assets	(461,456)	(1,577,362)	(2,263,355)	(75,436)	(105,097)	(4,482,706)	(18,398,671)
Principal paid on loans, bonds, and capital leases		(4,003,301)	(2,321,474)			(6,324,775)	(3,100,334)
Interest paid on loans, bonds and capital leases		(3,104,129)	(664,569)			(3,768,698)	(488,432)
Net cash (used) by capital and related financing activities	(461,456)	(8,684,792)	(5,249,398)	(75,436)	(105,097)	(14,576,179)	(21,987,437)
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest and dividends on investments	172,066	434,440	759,284	182,537	42,798	1,591,125	498,668
Increase/(decrease) in fair value of investments	(537,862)	(1,365,081)	(2,278,561)	(568,351)	(121,505)	(4,871,360)	(1,538,229)
Net cash provided/(used) by investing activities	(365,796)	(930,641)	(1,519,277)	(385,814)	(78,707)	(3,280,235)	(1,039,561)
Net change in cash and cash equivalents	(1,121,974)	792,020	1,455,099	(751,030)	2,680,569	3,054,684	1,010,976
Cash and cash equivalents-beginning of year	16,025,852	40,720,565	64,071,031	16,953,421	2,137,494	139,908,363	76,879,045
Cash and cash equivalents-end of year	\$ 14,903,878	\$ 41,512,585	\$ 65,526,130	\$ 16,202,391	\$ 4,818,063	\$ 142,963,047	\$ 77,890,021

AGENDA ITEM NO. 11.

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

Operating income/(loss)	\$ 313,146	\$ 5,475,001	\$ 5,726,599	\$ 387,918	\$ (4,750,038)	\$ 7,152,626	\$ 12,156,490
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation/amortization expense	389,052	5,130,117	3,028,555	17,136	386,869	8,951,729	6,004,387
Landfill closure expense	382,200		101,423			382,200	
Legal settlement			(441,836)	245,121	(5,196)	(1,367,690)	(31,460)
(Increase)/decrease in accounts receivable	(1,045,521)	(120,258)	(441,836)			0	(8,468)
(Increase)/decrease in due from other governments						0	(52,000)
(Increase)/decrease in inventories							327,434
(Increase)/decrease in deferred outflows - pension	315,242	65,721	218,792	381,256	190,431	1,171,442	11,835
(Increase)/decrease in prepaid items						0	41,606
Increase/(decrease) in accounts payable	(41,698)	143,947	(26,384)	102,314	(22,789)	155,390	
Increase/(decrease) in due to other governments					2,624	2,624	
Increase/(decrease) in accrued compensated absences	43,758	(10,754)	(23,976)	7,749	23,154	39,931	3,024
Increase/(decrease) in unearned revenue	203,092			(22,238)	1,687,452	1,868,306	(1,530,854)
Increase/(decrease) in claims and judgments payable						0	(357,000)
Increase/(decrease) in deposits	800		173,618	63,404		237,822	
Increase/(decrease) in net pension liability	(3,376,753)	(826,960)	(2,494,132)	(4,702,009)	(2,104,507)	(13,504,361)	(3,440,364)
Increase/(decrease) in deferred inflows - lease		(30,510)	208,823			178,313	(58,457)
Increase/(decrease) in deferred inflows - pension	2,371,960	581,149	1,752,292	3,304,183	1,478,422	9,488,006	2,416,501
Total adjustments	(757,868)	4,932,452	2,497,175	(603,084)	1,636,460	7,705,135	3,326,184
Net cash provided/(used) by operating activities	<u>\$ (444,722)</u>	<u>\$ 10,407,453</u>	<u>\$ 8,223,774</u>	<u>\$ (215,166)</u>	<u>\$ (3,113,578)</u>	<u>\$ 14,857,761</u>	<u>\$ 15,482,674</u>

Noncash investing, capital, and financing activities:

During the year the Sewer Disposal Fund, an enterprise fund, received \$1,112,433 in donated assets.

During the year the Water Fund, an enterprise fund, received \$1,485,694 in donated assets.

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

City of Clovis
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2022

	Redevelopment Successor Agency Private- Purpose Trust Fund	Custodial Funds
ASSETS		
Cash and investments	\$ 874,009	\$ 193,304
Cash with agent-restricted	1,066,923	
Receivables	343	1,731
Prepaid items	149,561	
Capital assets (net of accumulated depreciation)	10,745,158	
Total assets	12,835,994	195,035
 LIABILITIES		
Accounts payable	196,094	13,213
Deposits and other liabilities		474
Tax allocation bonds payable	10,294,819	
Total liabilities	10,490,913	13,687
 NET POSITION		
Restricted for:		
Held in trust for Redevelopment Successor Agency Fund	2,345,081	
Individuals, organizations, and other governments		181,348
Total net position	\$ 2,345,081	\$ 181,348

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

City of Clovis
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2022

	<u>Redevelopment Successor Agency Private- Purpose Trust Fund</u>	<u>Custodial Funds</u>
ADDITIONS		
Property taxes	\$ 1,251,797	
Special assessment tax		\$ 63,395
Total additions	1,251,797	63,395
 DEDUCTIONS		
Services, materials and supplies	10,000	
Administration	10,000	
Depreciation/amortization	75,563	
Interest and other fiscal charges	505,508	
Community development		70,848
Total deductions	601,071	70,848
Net increase (decrease) in fiduciary net position	650,726	(7,453)
Net position-beginning	1,694,355	188,801
Net position-ending	\$ 2,345,081	\$ 181,348

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

I. Summary of significant accounting policies

A. Reporting entity

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

1. Blended component units

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

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

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

2. Fiduciary activities

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

B. Government-wide and fund financial statements

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

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

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

The statement of net position reports separate sections for Deferred Outflows of Resources, and Deferred Inflows of Resources, when applicable.

Deferred Outflows of Resources – This amount represents outflows of resources (consumption of net assets) that apply to future periods and that, therefore, will not be recognized as an expense until that time.

Deferred Inflows of Resources – This amount represents inflows of resources (acquisition of net assets) that apply to future periods and that, therefore, are not recognized as a revenue until that time.

The government-wide and proprietary fund financial statements are reported using the “*economic resources*” measurement focus and the accrual basis of accounting. Fiduciary fund financial statements are reported using the accrual basis of accounting but do not have a measurement focus since custodial funds and private-purpose funds are the only fiduciary funds the City reports. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirement imposed by the provider have been met.

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

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

The City reports the following major governmental funds:

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

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

The City reports the following major proprietary funds:

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

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

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

Additionally, the City reports the following fund types:

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

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

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

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

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

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

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

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

1. Cash and investments

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

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

Authorized investments include deposits in the State of California administered Local Agency Investment Fund, insured certificates of deposits, collateralized certificates of deposits, commercial paper, bankers acceptances,

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

medium term notes, money market mutual funds and securities backed by the U.S. Government. All investments are stated at fair value.

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

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

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

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

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

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

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

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

2. Receivables

Billed but unpaid services provided to individuals or non-governmental entities are recorded as "receivables." Services provided to other governmental entities are recorded as "due from other governments." The City's utility enterprise funds include an estimated amount for services rendered but not yet billed as of June 30, 2022, determined by prorating the July 2022 bi-monthly billing.

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

3. Interfund receivables/payables

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

4. Inventories

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

5. Capital assets/intangible assets

Capital assets, which include property, plant, equipment, right to use and infrastructure assets (roadways), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$10,000, and an estimated useful life of at least three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are recorded at estimated acquisition value at the date donated. Intangible assets are valued at historical cost.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Intangible assets include the purchase of sewer capacity rights and water entitlement rights. The City purchased sewer capacity rights from the City of Fresno at the Fresno Regional Waste Water Treatment Plant. The total amount of \$41,022,726 is reported in the City's Sewer Disposal Enterprise Fund. The City purchased water entitlement rights from the Fresno Irrigation District for surface water. The total amount of \$11,618,786 reported in the City's Water Enterprise Fund.

Donated assets include developer donated land as well as the improvements on the land including streets, curbs and gutters, sidewalks, street lighting and landscaping. Included in the total amount of capital grants and contributions on the government-wide statement of activities is \$20,532,187 of developer donated assets.

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

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

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

6. Compensated absences

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

7. Long-term liabilities

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

8. Pensions

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

CalPERS

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Measurement Period	July 1, 2020 to June 30, 2021

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

9. Fund balances

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

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

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

10. Net Position

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

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

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

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

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

11. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

12. Deferred outflows/inflows of resources

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

13. Leases

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

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

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

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

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

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

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

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

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

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

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

14. Implementation of New GASB Pronouncements

The requirements of the following accounting standards are effective for the purpose of implementation, if applicable to the City, for the year ended June 30, 2022. The financial statements included herein apply the requirements and provisions of these statements, including necessary retroactive adjustments to financial statement classifications and presentations.

Implementation of New GASB Pronouncements for the Year Ended June 30, 2022

GASB Statement No. 87

In June 2017, GASB issued Statement No. 87, Leases. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational 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, thereby enhancing the relevance and consistency of information about government' leasing activities.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

GASB Statement No. 89

In June 2018, GASB issued Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Application of this statement is effective for the City's fiscal year ending June 30, 2022.

GASB Statement No. 92

In January 2020, GASB issued Statement No. 92, Omnibus 2020. The primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. Application of this statement is effective for the City's fiscal year ending June 30, 2022.

GASB Statement No. 93

In March 2020, GASB issued Statement No. 93, Replacement of Interbank Offered Rates. Some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. The objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR. Application of this statement is effective for the City's fiscal year ending June 30, 2022.

GASB Statement No. 97

In June 2020, GASB issued Statement No. 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. Application of this statement is effective for the City's fiscal year ending June 30, 2022.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Upcoming Governmental Accounting Standards Implementation

GASB Statement No. 91

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

GASB Statement No. 94

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

GASB Statement No. 96

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

GASB Statement No. 99

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

GASB Statement No. 100

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

GASB Statement No. 101

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

II. Reconciliation of government-wide and fund financial statements

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

The governmental fund balance sheet includes a reconciliation between *fund balance-total governmental funds* and *net position-governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this (\$95,450,877) difference are as follows:

Pension related items of \$97,850,765 (net of \$6,955,282 reported in Internal Service Funds)	\$ 90,895,483
Accrued compensated absences of \$4,830,722 (net of \$275,328 reported in Internal Service Funds)	<u>4,555,394</u>
Net adjustment to reduce <i>fund balance-total governmental funds</i> to arrive at <i>net position-governmental activities</i>	<u><u>\$ 95,450,877</u></u>

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

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

The details of this \$109,468 difference are as follows:

Capital Outlay	\$ 12,760,383
Depreciation expense (net of \$6,004,387 reported in Internal Service Funds)	<u>(12,650,915)</u>
Net adjustment to decrease <i>net changes in fund balance-total governmental funds</i> to arrive at <i>changes in net position-governmental activities</i>	<u><u>\$ 109,468</u></u>

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

The details of this \$12,760,383 difference are as follows:

General government capital asset additions	\$ 51,691,241
Internal service fund capital asset additions	(18,398,671)
Donated capital asset additions	<u>(20,532,187)</u>
Net capital outlay	<u><u>\$ 12,760,383</u></u>

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$4,087,514 difference are as follows:

Pension related items (Net of (\$696,430) reported in Internal Service Funds)	\$	(4,101,988)
Compensated absences (Net of \$3,023 reported in Internal Service Funds)		14,474
Net adjustment to decrease <i>net changes in fund balance-total governmental funds</i> to arrive at <i>changes in net position-governmental activities</i>	\$	(4,087,514)

III. Stewardship, compliance, and accountability

A. Budgetary information

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

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

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

B. Deficit fund equity

Government-Wide Financial Statements

At June 30, 2022, deficit unrestricted net position was reported for governmental activities in the amount of \$(22,188,189). The deficit is the result of reporting net pension liabilities of \$86,157,247 in the government-wide financial statements. City management believes the present cash aggregate position of the General Fund is adequate to meet current needs.

Proprietary Funds

The Transit Fund has a deficit net position of \$(2,429,554) as of June 30, 2022. The deficit is the result of reporting net pension liabilities of \$3,285,858 in the proprietary fund financial statements. City management believes the present cash aggregate position of the Transit Fund is adequate to meet current needs.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

IV. Detailed notes on all funds

A. Cash and investments

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

Primary Government:	
Cash and investments	\$ 313,900,413
Cash and investments - restricted	11,786,887
Fiduciary funds:	
Cash and investments	1,067,313
Cash and investments with agent - restricted	1,066,923
Total cash and investments	\$ 327,821,536

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

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

The table below presents the fair value measurements of investments recognized in the accompany statements of net position at June 30, 2022:

	Fair Value	Measurement Input
Cash on hand	\$ 8,185	N/A
Deposit with financial institution	6,738,952	
Investments:		
Money Market Funds	71,690,282	N/A
Certificates of Deposit	12,495,000	N/A
Municipal Securities	25,000,000	N/A
U.S. Agency Securities	124,523,575	Level 2
Local Agency Investment Fund (LAIF)	74,511,731	N/A
Held by Bond Trustee:		
Money Market Funds	12,853,811	N/A
Total	\$ 327,821,536	

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

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

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

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

Disclosures Relating to Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The City monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. The City investment policy states that no investment can have a maturity in excess of three years unless approved by the City Manager.

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

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

<u>Investment Type</u>	<u>Amount</u>	<u>Weighted Average Maturity (in years)</u>
Money Market Funds	\$ 71,690,282	N/A
Municipal Securities	25,000,000	1.15
Certificates of Deposit	12,495,000	1.45
U.S. Agency Securities	124,523,575	1.55
Local Agency Investment Fund (LAIF)	74,511,731	N/A
Held by Bond Trustee:		
Money Market Funds	<u>12,853,811</u>	N/A
 Total	 <u><u>\$ 321,074,399</u></u>	

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

<u>Issuer</u>	<u>Investment Type</u>	<u>Reported Amount</u>	<u>Percent of Total Invested</u>
FFCB	Federal Agency Securities	\$ 23,000,000	17.3%
FHLB	Federal Agency Securities	91,500,000	69.0%
FAMCMTN	Federal Agency Securities	17,500,000	13.2%

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the broker or dealer to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provisions for deposits: The California Government Code requires that a financial institution secure deposits made by state or local government units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2022, no City's deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts. In addition, as of June 30, 2022, no investments were held by the same broker dealer (counterparty) that was used by the City to purchase the securities.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Disclosures Relating to Interest Rate Risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. As of year-end, the average life-month end maturity of the investments contained in the LAIF investment pool is approximately 311.

Investment in State Investment Pool. The City's investments with Local Agency Investment Fund (LAIF) at June 30, 2022 included a portion of the pooled funds invested in Structured Notes and Assets-Backed Securities. These investments included the following:

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

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

As of June 30, 2022, the City had \$74,511,731 invested in LAIF, which had invested 1.14% of the pool investment funds in Structured Notes and Asset-Backed Securities and 0.74% of pool investment funds in Short-term Asset-Backed Commercial Paper.

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

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

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

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

B. Property taxes

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

C. Receivables

Receivables as of June 30, 2022 for the City's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, are as follows:

	General	Local Transportation	Nonmajor & Other Funds	Total Governmental Funds	Internal Service Funds	Fiduciary Funds
Interest	\$ 36,627	\$ 77,852	\$ 18,026	\$ 132,505	\$ 76,840	\$ 600
Taxes	1,072,725		2,170	1,074,895		1,474
Loans		50,174	3,333,518	3,383,692	30,068	
Accounts	2,143,007	183,999	12,161	2,339,167	143,821	
Lease					246,798	
	\$ 3,252,359	\$ 312,025	\$ 3,365,875	\$ 6,930,259	\$ 497,527	\$ 2,074

	Community Sanitation	Sewer Disposal	Water	Planning & Development Services	Transit	Total Proprietary Funds
Interest	\$ 20,602	\$ 54,937	\$ 89,084	\$ 22,558	\$ 8,041	\$ 195,222
Loans		20,537	8,663			29,200
Accounts	5,316,900	3,359,389	3,963,433	10,190	9,844	12,659,756
Lease		687,861	827,094			1,514,955
	\$ 5,337,502	\$ 4,122,724	\$ 4,888,274	\$ 32,748	\$ 17,885	\$ 14,399,133

Lease receivables consists of agreements with cellular network companies and PG&E for the right to use land at various locations throughout the City. The terms of these arrangements range from 6 to 23 years and the interest rate on these is calculated at the City's fiscal year 2022 borrowing rate of 2.475%. This is the All-in True Interest Cost rate derived from the City's most recent bond issuance from fiscal year 2021.

D. Interfund receivables, payables and transfers

Interfund balances for the purpose of the government-wide financial statements have been eliminated. The composition of interfund balances in the fund level statements as of June 30, 2022, is as follows:

Interfund transfers:

Transfers In	Transfers Out	Purpose	Amount
Enterprise Fund	Capital Project Fund	Development capital cost	\$ 150,000
Internal Service Fund	General Fund	Debt service	747,000
Internal Service Fund	General Fund	Operating cost	2,558,000
Internal Service Fund	General Fund	Capital projects	2,985,000
Internal Service Fund	General Fund	Fleet replacement costs	2,265,300
Enterprise Fund	General Fund	Operating cost	310,000
	Total transfers		\$ 9,015,300

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

E. Capital assets and intangible assets

Summary of change in capital assets for the year ended June 30, 2022 was as follows:

	Beginning Balance	Additions	Retirements/ Adjustments	Ending Balance
Government activities:				
Capital assets, not being depreciated:				
Land	\$ 264,065,286	\$ 12,695,703		\$ 276,760,989
Capital assets, being depreciated:				
Buildings and improvements	128,052,965	18,992,219		147,045,184
Right to use direct borrowings buildings	17,879,458			17,879,458
Machinery and equipment	49,867,028	1,851,617	\$ (318,794)	51,399,851
Right to use direct borrowings equipment	8,458,716			8,458,716
Road network	404,208,653	18,151,702		422,360,355
Total capital assets being depreciated	608,466,820	38,995,538	(318,794)	647,143,564
Less accumulated depreciation for				
Buildings and improvements	(49,004,581)	(3,680,121)		(52,684,702)
Right-to-use leased buildings	(5,936,801)	(617,464)		(6,554,265)
Machinery and equipment	(34,814,897)	(2,315,489)	301,117	(36,829,269)
Right-to-use leased equipment	(4,523,747)	(639,746)		(5,163,493)
Road network	(149,510,043)	(11,402,482)		(160,912,525)
Total accumulated depreciation	(243,790,069)	(18,655,302)	301,117	(262,144,254)
Total capital assets, being depreciated, net	364,676,751	20,340,236	(17,677)	384,999,310
Governmental activities capital assets, net	\$ 628,742,037	\$ 33,035,939	\$ (17,677)	\$ 661,760,299
	Beginning Balance	Additions	Retirements	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 37,937,477	\$ 124,673		\$ 38,062,150
Capital assets, being depreciated:				
Buildings and improvements	312,801,675	4,509,355		317,311,030
Machinery and equipment	11,627,306	482,682		12,109,988
Total capital assets being depreciated	324,428,981	4,992,037		329,421,018
Less accumulated depreciation for				
Buildings and improvements	(99,982,037)	(6,781,652)		(106,763,689)
Machinery and equipment	(7,923,942)	(762,448)		(8,686,390)
Total accumulated depreciation	(107,905,979)	(7,544,100)		(115,450,079)
Total capital assets, being depreciated, net	216,523,002	(2,552,063)		213,970,939
Intangible assets, being amortized	50,677,389	1,964,123		52,641,512
Less accumulated amortization	(24,144,988)	(1,407,629)		(25,552,617)
Business-type activities intangible assets, net	26,532,401	556,494		27,088,895
Business-type activities capital assets, net	\$ 280,992,880	\$ (1,870,896)	\$ 0	\$ 279,121,984

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Depreciation/amortization expense was charged to functions as follows:

Governmental activities depreciation expense:	
General government	\$ 64,923
Public safety	52,438
Transportation	11,483,957
Community Development	58,506
Cultural and recreation	991,091
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the asset	6,004,387
Total governmental activities depreciation expense	\$ 18,655,302
Business-type activities depreciation/amortization:	
Community Sanitation	\$ 389,052
Sewer Disposal	5,130,117
Water	3,028,555
Planning & Development Services	17,136
Transit	386,869
Total business-type activities depreciation/amortization expense	\$ 8,951,729

Donated assets to governmental activities consisted of \$20,532,187 of which the majority is donated to the City by developers for streets. Donated assets to business-type activities consisted of \$2,598,127, which represents sewer and water infrastructure donated by developers.

Fiduciary funds capital assets

	Beginning Balance	Additions	Retirements	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 9,087,336			\$ 9,087,336
Capital assets, being depreciated:				
Buildings and improvements	2,687,521			2,687,521
Total capital assets being depreciated	2,687,521			2,687,521
Less accumulated depreciation for				
Buildings and improvements	(954,136)	\$ (75,563)		(1,029,699)
Total accumulated depreciation	(954,136)	(75,563)		(1,029,699)
Total capital assets, being depreciated, net	1,733,385	(75,563)		1,657,822
Fiduciary funds capital assets, net	\$ 10,820,721	\$ (75,563)	\$ 0	\$ 10,745,158

Depreciation expense for the year ended June 30, 2022 was \$75,563.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

F. Long-term liabilities

Summary of changes in long-term liabilities for the year ended June 30, 2022 was as follows:

	Balance 7/1/2021	Additions	Reductions	Balance 6/30/2022	Classification	
					Due in One Year	Due in more than One Year
Governmental Activities:						
Revenue bonds	\$ 13,355,000	\$ 0	\$ (150,000)	\$ 13,205,000	\$ 280,000	\$ 12,925,000
Less deferred amounts:						
(Discounts)/premiums	588,940		(20,078)	568,862		568,862
Total bonds payable	13,943,940	0	(170,078)	13,773,862	280,000	13,493,862
Loans payable	2,439,906		(269,482)	2,170,424	261,519	1,908,905
Direct borrowings	16,494,902	0	(2,660,774)	13,834,128	2,463,284	11,370,844
Deposits & other liabilities	30,506,271	9,536,293	(2,216,087)	37,826,477	37,826,477	
Claims and judgments	9,078,000	3,120,979	(3,477,979)	8,721,000	2,548,000	6,173,000
Compensated absences	4,813,225	2,185,709	(2,168,212)	4,830,722	1,188,400	3,642,322
Net pension liability	124,652,253		(38,495,006)	86,157,247		86,157,247
Total governmental activities	\$ 201,928,497	\$ 14,842,981	\$ (49,457,618)	\$ 167,313,860	\$ 44,567,680	\$ 122,746,180

	Balance 7/1/2021	Additions	Reductions	Balance 6/30/2022	Classification	
					Due in One Year	Due in more than One Year
Business-Type Activities:						
Revenue bonds	\$ 93,750,000		\$ (4,475,000)	\$ 89,275,000	\$ 4,695,000	\$ 84,580,000
Less deferred amounts:						
(Discounts)/premiums	10,505,562		(750,162)	9,755,400		9,755,400
Total bonds payable	104,255,562		(5,225,162)	99,030,400	4,695,000	94,335,400
Contracts payable	3,455,186		(1,099,612)	2,355,574	1,151,729	1,203,845
Landfill closure	4,620,040	\$ 382,200		5,002,240		5,002,240
Compensated absences	1,502,084	1,096,525	(1,056,594)	1,542,015	379,300	1,162,715
Deposits & other liabilities	6,851,120	2,362,724	(2,124,902)	7,088,942	7,088,942	
Net pension liability	34,046,759		(13,504,361)	20,542,398		20,542,398
Total business-type activities	\$ 154,730,751	\$ 3,841,449	\$ (23,010,631)	\$ 135,561,569	\$ 13,314,971	\$ 122,246,598

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end \$275,329 of internal service funds compensated absences are included in the above amounts. Included in deposits and other liabilities in business-type activities are utility customer deposits of \$3,031,382 and miscellaneous deposits and other liabilities of \$4,057,560. For the governmental activities, accrued compensated absences are generally liquidated by the general fund. In addition, in prior years the employee benefit fund has been used to liquidate pension liabilities. The reductions in Net Pension Liabilities are due to an increase in the current fiscal year net investment income for both governmental activities of \$37,384,459 and business-type activities in the amount of \$35,205,099.

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Governmental activities long-term debt

1. Revenue bonds

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

In April 2021, the City issued landmark square revenue bonds in the amount of \$13,355,000. The net proceeds of \$13,824,812 (after the original issue premium of \$592,287 and payment of \$247,287 in underwriting fees, insurance, and other issuance costs) from the bonds will be used to construct the senior center as part of the Landmark Square project. The bonds have interest rates varying from 2.50% to 4.00% and the final payment is scheduled for November 2051. The revenue bonds contain an acceleration clause that allows the bondholders to accelerate payment of the entire principal amount to become immediately due if default in payment occurs.

Revenue bonds at June 30, 2022, consisted of the following:

	Balance 7/1/2021	Additions	Reductions	Balance 6/30/2022	Classification	
					Due in One Year	Due in more than One Year
2021 landmark square	\$ 13,355,000	\$ 0	\$ (150,000)	\$ 13,205,000	\$ 280,000	\$ 12,925,000
Total revenue bonds	\$ 13,355,000	\$ 0	\$ (150,000)	\$ 13,205,000	\$ 280,000	\$ 12,925,000

The annual debt service requirements for the revenue bonds outstanding at June 30, 2022, are as follows:

Year ending June 30,	Revenue Bonds		Total
	Principal	Interest	
2022	\$ 280,000	\$ 376,300	\$ 656,300
2023	285,000	366,400	651,400
2024	300,000	354,700	654,700
2025	310,000	342,500	652,500
2026	325,000	329,800	654,800
2027-2031	1,825,000	1,440,000	3,265,000
2032-2036	2,165,000	1,099,400	3,264,400
2037-2041	2,470,000	797,038	3,267,038
2042-2046	2,770,000	486,000	3,256,000
2047-2051	2,475,000	125,812	2,600,812
Total	\$ 13,205,000	\$ 5,717,950	\$ 18,922,950

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

2. Loans payable

The City issues loans to provide funds for improvements at various City buildings. The loans have maturities ranging from 8 to 16 years. Loans payable at June 30, 2022, are as follows:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Governmental Activities				
2011 energy loan payable	\$ 466,715	3.00%	2026	\$ 320,306
2012 energy loan payable	34,157	0.00%	2022	0
2014 energy loan payable	32,414	1.00%	2024	16,368
2016 energy loan payable	89,729	0.00%	2025	51,275
2019 energy loan payable	1,741,854	1.00%	2035	1,524,377
2020 energy loan payable	157,550	0.00%	2030	124,669
2020 energy loan payable	195,011	0.00%	2026	133,429
Total loans payable				\$ 2,170,424

The annual debt service requirements for the loans payable outstanding at June 30, 2022, are as follows:

Governmental Activities

Year ending June 30,	Loans Payable		
	Principal	Interest	Total
2022	\$ 261,519	\$ 27,576	\$ 289,095
2023	264,111	19,850	283,961
2024	253,113	17,091	270,204
2025	244,193	12,547	256,740
2026	141,364	10,477	151,841
2027-2031	633,724	34,914	668,638
2032-2036	372,400	4,890	377,290
Total	\$ 2,170,424	\$ 127,345	\$ 2,297,769

The following is an analysis of the assets acquired with the proceeds as of June 30, 2022:

Buildings and improvements	\$ 2,446,360
Less accumulated depreciation	(897,357)
Total	\$ 1,549,003

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

3. Notes from Direct Borrowings

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

During the 2020-21 fiscal year, the City issued a direct borrowing note in the amount of \$2,340,000. The note pays principal and interest semiannually in December 5 and June 5, at an interest rate of 1.71%. The proceeds from the note are being used for the purchase of 21 police vehicles and one fire truck.

Notes from direct borrowings at June 30, 2022, are as follows:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Governmental Activities				
2014 corp yard	\$ 14,377,528	3.10%	2027	\$ 5,880,117
2007 fire station #1	6,090,000	4.00%	2022	0
2011 solar project	2,454,100	4.95%	2031	1,400,330
2013 animal shelter	3,000,000	4.00%	2034	1,865,573
2014 safety vehicles	1,795,000	1.86%	2024	152,125
2015 PD/fire comm tower	1,810,000	2.35%	2026	682,040
2015 solar project	2,000,000	3.48%	2035	1,494,055
2016 safety vehicles	1,460,000	1.00%-3.00%	2026	188,785
2018 safety vehicles	573,000	3.00%	2023	121,525 *
2019 safety vehicles	1,125,000	3.23%	2023	356,618 *
2021 safety vehicles	2,340,000	1.71%	2030	1,692,960
Total direct borrowings				\$ 13,834,128

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

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

Year ending June 30,	Direct Borrowings		Total
	Principal	Interest	
2023	\$ 2,463,284	\$ 437,716	\$ 2,901,000
2024	2,292,119	353,209	2,645,328
2025	2,154,728	287,846	2,442,574
2026	1,902,490	223,881	2,126,371
2027	1,811,087	164,271	1,975,358
2028-2032	2,642,202	357,128	2,999,330
2033-2036	568,218	27,156	595,374
Total	\$ 13,834,128	\$ 1,851,207	\$ 15,685,335

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

The following is an analysis of the land, structures, and equipment of the direct borrowings as of June 30, 2022:

Land, structures and equipment	\$	2,057,359
Less accumulated depreciation		(668,642)
Total	\$	1,388,717

Business-type activities long-term debt

1. Revenue bonds

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

Revenue bonds at June 30, 2022, consisted of the following:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Governmental Activities				
2013 wastewater revenue refunding bonds	\$ 12,500,000	2.00%-5.00%	2028	\$ 8,415,000
2015 wastewater revenue refunding bonds	21,600,000	2.00%-3.75%	2035	20,630,000
2017 wastewater revenue refunding bonds	50,710,000	2.00%-5.00%	2038	44,830,000
2014 water revenue refunding bonds	31,810,000	2.00%-4.25%	2028	15,400,000
Total revenue bonds				\$ 89,275,000

The annual debt service requirements for the revenue bonds outstanding at June 30, 2022, are as follows:

Business-Type Activities:

Year ending June 30,	Revenue Bonds		Total
	Principal	Interest	
2023	\$ 4,695,000	\$ 4,220,000	\$ 8,915,000
2024	4,940,000	3,979,893	8,919,893
2025	6,040,000	3,709,144	9,749,144
2026	7,205,000	3,384,369	10,589,369
2027	7,570,000	3,023,444	10,593,444
2028-2032	24,590,000	10,412,433	35,002,433
2033-2037	22,910,000	5,477,309	28,387,309
2038-2041	11,325,000	573,000	11,898,000
Total	\$ 89,275,000	\$ 34,779,592	\$ 124,054,592

The following is an analysis of the improvements made with the proceeds of these bonds through June 30, 2022:

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

2013 wastewater revenue refunding bonds

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

2015 wastewater revenue refunding bonds

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

2017 wastewater revenue refunding bonds

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

2014 water refunding revenue refunding bond

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

2. Contracts payable

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

Contracts payable at June 30, 2022, consisted of the following:

	Original Borrowing	Interest Rates	Final Maturity	Outstanding at Year-end
Business-type Activities				
1993 wastewater renovation	\$ 12,423,873	3.50%-6.25%	2024	\$ 2,355,574
Total revenue bonds				\$ 2,355,574

1993 wastewater renovation

The City has entered into a contract with the City of Fresno to purchase capacity rights in the form of participation in the cost of sewer system improvements. These improvements include the renovation and expansion of the Fresno Clovis Regional Wastewater Treatment Plant. The 1993 contract is for the City's share of the 1993 renovation of the Fresno Clovis Regional Wastewater Treatment Plant. The underlying City of Fresno 1993 Revenue Bonds on which the City of Clovis' contract payable amount is based have interest rates varying from 3.50%-6.25% and the final payments are scheduled for September 2023. The City's \$12,423,873 share of the renovation is capitalized as an intangible asset in the Sewer Disposal Fund, an enterprise fund, as disclosed in Note I. D. 5.

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

Enterprise Activities:

	Contracts Payable		
	Principal	Interest	Total
Year ending June 30,			
2023	\$ 1,151,729	\$ 80,087	\$ 1,231,816
2024	1,203,845	27,087	1,230,932
Total	\$ 2,355,574	\$ 107,174	\$ 2,462,748

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Fiduciary funds long-term debt

1. Tax allocation bonds payable

2008 Tax allocation bonds

The former Clovis Community Development Agency issued tax allocation bonds in the amount of \$19,100,000 in April 2008. The interest rates on the 2008 tax allocation bonds vary from 3.00% to 4.75% and the final payment is scheduled for August 2037. Bonds outstanding at January 31, 2012 were \$17,445,000 and were transferred to the Successor Agency on February 1, 2012 due to the dissolution of the Agency. The balance outstanding at June 30, 2022 is \$12,065,000 and is held in the City's Redevelopment Successor Agency Private-purpose Trust Fund.

Tax allocation bonds at June 30, 2022, consisted of the following:

	Balance 7/1/2021	Additions	Reductions	Classification		
				Balance 6/30/2022	Due in One Year	Due in more than One Year
2008 tax allocation bonds	\$ 11,260,000		\$ (845,000)	\$ 10,415,000	\$ 880,000	\$ 9,535,000
Less (discounts) on bonds	(128,149)		7,968	(120,181)		(120,181)
Total tax allocation bonds	\$ 11,131,851	\$ 0	\$ (837,032)	\$ 10,294,819	\$ 880,000	\$ 9,414,819

The annual debt service requirements for the tax allocation bonds outstanding at June 30, 2022, are as follows:

Fiduciary Activities:

Year ending June 30,	Tax Allocation Bonds		
	Principal	Interest	Total
2023	\$ 880,000	\$ 461,001	\$ 1,341,001
2024	915,000	421,511	1,336,511
2025	960,000	379,181	1,339,181
2026	995,000	333,972	1,328,972
2027	1,050,000	286,681	1,336,681
2028-2032	3,920,000	736,531	4,656,531
2033-2037	1,380,000	244,625	1,624,625
2038	315,000	7,481	322,481
Total	\$ 10,415,000	\$ 2,870,983	\$ 13,285,983

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

G. Landfill closure

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

The City is currently estimating at June 30, 2022 that the capacity of the landfill used is approximately 37%, the estimated remaining life is approximately 35 years and the estimated remaining cost to be recognized is \$21,069,673. The estimated capacity remaining is 6,195,531 cubic yards and the estimated landfill closure liability is \$5,002,240. The current estimated cost of known and/or reasonably foreseeable corrective action is \$4,500,000 and the City currently has \$1,000,000 set aside for this purpose. These estimates are based on a closure and post-closure maintenance plan and corrective action plan. The estimates have been adjusted for inflation and other factors such as technology and laws and regulations.

H. Pension Plans

General Information about the Pension Plan

Plan Description

The City contributes to the California Public Employees' Retirement System (CalPERS), an agent multiple-employer public employee defined benefit pension plan. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and City ordinance. A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2021 Annual Actuarial Valuation Report. This report and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

Benefit Provided

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

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

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

Employees Covered by Benefit Terms

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

Employee information

	Plans	
	Miscellaneous	Safety
Active employees	472	163
Transferred and terminated employees	709	67
Retired Employees and Beneficiaries	336	191
Total	1,517	421

Contributions

For the measurement period ended June 30, 2021, contributions were as follows:

	Miscellaneous	Safety	Aggregate Total
Contributions - employer	\$ 5,805,693	\$ 7,861,821	\$ 13,667,514

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

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2021, the total pension liability was determined by rolling forward the June 30, 2020 total pension liability. The June 30, 2021 total pension liability was based on the following actuarial methods and assumptions:

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.00% Net of Pension Plan Investment and Administrative Expenses; includes Inflation
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter

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

Discount Rate

In Fiscal Year 2016-17, the financial reporting discount rate was lowered from 7.65 percent to 7.15 percent. In December 2016, the CalPERS Board approved lowering the funding discount rate from 7.50 percent to 7.00 percent, which is to be phased-in over a three-year period (7.50 percent to 7.375 percent, 7.375 percent to 7.25 percent, and 7.25 percent to 7.00 percent) beginning with the June 30, 2017, valuation reports. The funding discount rate includes a 15 basis-point reduction for administrative expenses, and the remaining decrease is consistent with the change in the financial reporting discount rate.

Long-term Expected Real Rates of Return by Asset Class

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

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

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

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

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

Pension Expense

The Net Pension Expense for the year ended June 30, 2022 is itemized as follows:

	Net Pension
	Expense
Miscellaneous Plan	\$ (5,479,639)
Safety Plan	(2,163,692)
	\$ (7,643,331)

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

Changes in the Net Pension Liability

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

Miscellaneous Plan

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2020 (Valuation Date)	\$ 231,363,992	\$ 163,396,337	\$ 67,967,655
Changes Recognized for the Measurement Period:			
Service Cost	5,383,091		5,383,091
Interest on the total pension liability	16,367,097		16,367,097
Differences between expected and actual experience	(202,740)		(202,740)
Contributions from the employer		5,805,693	(5,805,693)
Contributions from employees		5,025,645	(5,025,645)
Net investment income		37,384,459	(37,384,459)
Benefit payments, including refunds of employee contributions	(9,884,689)	(9,884,689)	0
Administrative expense		(163,223)	163,223
Net Changes during July 1, 2020 to June 30, 2021	\$ 11,662,759	\$ 38,167,885	\$ (26,505,126)
Balance at June 30, 2021 (Measurement Date)	\$ 243,026,751	\$ 201,564,222	\$ 41,462,529

Safety Plan

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2020 (Valuation Date)	\$ 245,002,879	\$ 154,271,523	\$ 90,731,356
Changes Recognized for the Measurement Period:			
Service Cost	5,626,832		5,626,832
Interest on the total pension liability	17,172,665		17,172,665
Differences between expected and actual experience	(1,871,462)		(1,871,462)
Contributions from the employer		7,861,821	(7,861,821)
Contributions from employees		3,509,463	(3,509,463)
Net investment income		35,205,099	(35,205,099)
Benefit payments, including refunds of employee contributions	(11,535,391)	(11,535,391)	0
Administrative expense		(154,108)	154,108
Net Changes during July 1, 2020 to June 30, 2021	\$ 9,392,644	\$ 34,886,884	\$ (25,494,240)
Balance at June 30, 2021 (Measurement Date)	\$ 254,395,523	\$ 189,158,407	\$ 65,237,116

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

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

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

	Plan's Net Pension Liability/(Asset)		
	Discount Rate - 1%	Current Discount	Discount Rate + 1%
	(6.15%)	Rate (7.15%)	(8.15%)
Miscellaneous Plan	\$ 74,211,835	\$ 41,462,529	\$ 14,352,600
Safety Plan	\$ 100,147,234	\$ 65,237,116	\$ 36,501,857
Aggregate Total	\$ 174,359,069	\$ 106,699,645	\$ 50,854,457

Pension Plan Fiduciary Net Position

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

Deferred Outflows and Deferred Inflows of Resources Related to Pensions

Deferred Outflows of Resources

	Deferred employer pension contributions made after measurement date	Changes in assumptions	Differences between actual versus expected experience	Total pension-related deferred outflows
Miscellaneous Plan	\$ 6,560,982		\$ 1,508,690	\$ 8,069,672
Safety Plan	8,991,444	\$ 231,645	3,573,539	12,796,628
Total	\$ 15,552,426	\$ 231,645	\$ 5,082,229	\$ 20,866,300

Deferred Inflows of Resources

	Changes in assumptions	Investment earnings less than expected earnings	Differences between actual versus expected experience	Total pension-related deferred inflows
Miscellaneous Plan	\$ 0	\$ (18,686,832)	\$ (144,814)	\$ (18,831,646)
Safety Plan	(135,102)	(17,562,960)	(1,464,622)	(19,162,684)
Total	\$ (135,102)	\$ (36,249,792)	\$ (1,609,436)	\$ (37,994,330)

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Notes to Financial Statements
For the Year Ended June 30, 2022

Amortization of deferred outflows/(inflows) of resources

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

Measurement Period Ended June 30	Deferred Outflows/(Inflows) of Resources	
	Miscellaneous Plan	Safety Plan
2022	\$ (3,587,479)	\$ (3,021,944)
2023	(4,078,593)	(3,189,555)
2024	(4,518,905)	(4,062,791)
2025	(5,137,978)	(5,083,210)
	\$ (17,322,955)	\$ (15,357,500)

Payable to Pension Plan

At June 30, 2022, the City reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2022.

I. Tax Abatements

The City has not entered into any tax abatement agreements as of June 30, 2022. However, the County of Fresno (County) has provided certain tax abatements that affect the property tax revenues of the City.

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

For the fiscal year ended June 30, 2022, the County's Williamson Act Program tax abatements were \$54,363,369. The City's affected portion of property tax revenues (approx. 1.9%) is, therefore, \$1,032,904.

V. Other information

A. Self insurance

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

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

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

Incurred but not reported claims have been accrued as a liability for the workers' compensation and dental programs as required in the amount of \$4,423,230 based on previous claims experience and actuarial studies.

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

	Workers' Compensation	Dental	Total
Balance, 06/30/20	\$ 9,724,000	\$ 48,000	\$ 9,772,000
Claims provision	1,853,615	318,726	2,172,341
Claims paid	(2,547,615)	(318,726)	(2,866,341)
Balance, 06/30/21	9,030,000	48,000	9,078,000
Claims provision	2,735,258	385,721	3,120,979
Claims paid	(3,092,258)	(385,721)	(3,477,979)
Balance, 06/30/22	\$ 8,673,000	\$ 48,000	\$ 8,721,000

B. Deferred compensation

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

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

CITY OF CLOVIS
Notes to Financial Statements
For the Year Ended June 30, 2022

C. Postretirement benefits

1of service the opportunity to continue enrollment in the City's health insurance program until age 65. The retirees have the same choice of insurance plans as those of current employees. The retirees are pooled together separately from the active employee pool and pay the full cost of the insurance premiums without cost to the City.

D. Contingent liabilities

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

Although the outcome of other lawsuits and claims is not determinable, it is the opinion of the City Attorney that the resolution of these matters will not have a material adverse effect on the financial condition of the City.

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

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

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

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

² Includes any beginning of year adjustment

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

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

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

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

Changes of Assumptions: None in 2019 or 2020. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

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

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

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

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

² Includes any beginning of year adjustment

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

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

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

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

Changes of Assumptions: None in 2019 or 2020. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

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

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

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

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

² Includes any beginning of year adjustment

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

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

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

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

Changes of Assumptions: None in 2019 or 2020. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

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

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

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

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

² Includes any beginning of year adjustment

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

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

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

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

Changes of Assumptions: None in 2019 or 2020. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

Schedule of Pension Contributions

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

	2021-22 ¹	2020-21 ¹	2019-20 ¹	2018-19 ¹	2017-18 ¹
Actuarially determined contribution ²	\$ 6,560,982	\$ 5,805,693	\$ 4,995,682	\$ 4,051,371	\$ 3,326,932
Contributions to actuarially determined contribution ²	(6,560,982)	(5,805,693)	(4,995,682)	(4,051,371)	(3,326,932)
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered payroll ³	\$ 32,519,552	\$ 31,572,381	\$ 30,228,914	\$ 28,646,712	\$ 26,661,340
Contributions as a percentage of covered payroll ³	20.18%	18.39%	16.53%	14.14%	12.48%
	2016-17 ¹	2015-16 ¹	2014-15 ¹	2013-14 ¹	
Actuarially determined contribution ²	\$ 3,204,896	\$ 2,918,817	\$ 3,275,626	\$ 3,096,889	
Contributions to actuarially determined contribution ²	(3,204,896)	(2,918,817)	(3,275,626)	(3,096,889)	
Contribution deficiency (excess)	\$ 0	\$ 0	\$ 0	\$ 0	
Covered payroll ³	\$ 25,396,835	\$ 24,405,359	\$ 22,815,330	\$ 21,224,617	
Contributions as a percentage of covered payroll ³	12.62%	11.96%	14.36%	14.59%	

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

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

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

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

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

Methods and assumptions used to determine contribution rates:

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

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Pension Contributions, Continued

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

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

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

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

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

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

Valuation Date:

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

Methods and assumptions used to determine contribution rates:

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

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Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

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

Debt Service Funds

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

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

Capital Projects Funds

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

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

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

City of Clovis
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

AGENDA ITEM NO. 11.

	Special Revenue			Total
	Off Highway Use	Housing & Comm Development	Community Facilities District 2020-1	
ASSETS				
Cash and investments	\$ 68,122	\$ 1,319,167	\$ 101,532	\$ 1,488,821
Receivables	93	3,334,427	2,677	3,337,197
Due from other governments		16,192		16,192
Total assets	\$ 68,215	\$ 4,669,786	\$ 104,209	\$ 4,842,210
LIABILITIES				
Accounts payable		\$ 503,077		\$ 503,077
Deposits and other liabilities			\$ 25,059	25,059
Total Liabilities	\$ 0	503,077	25,059	528,136
FUND BALANCES				
Restricted for:				
Capital projects	68,215			68,215
Community development		4,166,709	79,150	4,245,859
Debt service				0
Assigned for:				
Capital				0
Total fund balances	68,215	4,166,709	79,150	4,314,074
Total liabilities and fund balances	\$ 68,215	\$ 4,669,786	\$ 104,209	\$ 4,842,210

**City of Clovis
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022**

Debt Service	Capital Projects		Total Nonmajor Governmental Funds		
1976 Fire and Sewer	Park and Recreation	Refuse Equipment	Total		
\$ 425,873	\$ 10,645,614	\$ 1,946,128	\$12,591,742	\$ 14,506,436	
661	25,439	2,578	28,017	3,365,875	
	62,033		62,033	78,225	
<u>\$ 426,534</u>	<u>\$ 10,733,086</u>	<u>\$ 1,948,706</u>	<u>\$12,681,792</u>	<u>\$ 17,950,536</u>	
	\$ 721,523		\$ 721,523	\$ 1,224,600	
	9,200		9,200	34,259	
<u>\$ 0</u>	<u>730,723</u>	<u>\$ 0</u>	<u>730,723</u>	<u>1,258,859</u>	
			0	68,215	
	704,063	1,948,706	2,652,769	6,898,628	
426,534			0	426,534	
	9,298,300		9,298,300	9,298,300	
<u>426,534</u>	<u>10,002,363</u>	<u>1,948,706</u>	<u>11,951,069</u>	<u>16,691,677</u>	
<u>\$ 426,534</u>	<u>\$ 10,733,086</u>	<u>\$ 1,948,706</u>	<u>\$12,681,792</u>	<u>\$ 17,950,536</u>	

City of Clovis
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

	Special Revenue			Total
	Off Highway Use	Housing & Comm Development	Community Facilities District 2020-1	
REVENUES				
Use of money and property	\$ (3,018)	\$ (28,843)		\$ (31,861)
From other agencies		240,817	\$ 57,517	298,334
Charges for current services				0
Other revenues		1,238		1,238
Total revenue	<u>(3,018)</u>	<u>213,212</u>	<u>57,517</u>	<u>267,711</u>
EXPENDITURES				
Current:				
Community development		476,474		476,474
Capital outlays			5,700	5,700
Total expenditures	<u>0</u>	<u>476,474</u>	<u>5,700</u>	<u>482,174</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,018)</u>	<u>(263,262)</u>	<u>51,817</u>	<u>(214,463)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out				0
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net change in fund balances	(3,018)	(263,262)	51,817	(214,463)
Fund balances-beginning	71,233	4,429,971	27,333	4,528,537
Fund balances-ending	<u>\$ 68,215</u>	<u>\$ 4,166,709</u>	<u>\$ 79,150</u>	<u>\$ 4,314,074</u>

City of Clovis
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Debt Service	Capital Projects		Total Nonmajor Governmental Funds	
1976 Fire and Sewer	Park and Recreation	Refuse Equipment	Total	
\$ (9,810)	\$ (214,713)	\$ (40,211)	\$ (254,924)	\$ (296,595)
	468,960		468,960	767,294
	2,173,876	430,459	2,604,335	2,604,335
	36		36	1,274
<u>(9,810)</u>	<u>2,428,159</u>	<u>390,248</u>	<u>2,818,407</u>	<u>3,076,308</u>
				476,474
	2,346,629		2,346,629	2,352,329
<u>0</u>	<u>2,346,629</u>	<u>0</u>	<u>2,346,629</u>	<u>2,828,803</u>
				247,505
<u>(9,810)</u>	<u>81,530</u>	<u>390,248</u>	<u>471,778</u>	<u>247,505</u>
		(150,000)	(150,000)	(150,000)
<u>0</u>	<u>0</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>
				97,505
(9,810)	81,530	240,248	321,778	97,505
436,344	9,920,833	1,708,458	11,629,291	16,594,172
<u>\$ 426,534</u>	<u>\$10,002,363</u>	<u>\$ 1,948,706</u>	<u>\$ 11,951,069</u>	<u>\$ 16,691,677</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Local Transportation Capital Projects Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ (1,033,569)	\$ (1,033,569)
From other agencies	11,485,000	11,485,000	13,648,046	2,163,046
Charges for services	0	0	553,081	553,081
Other revenues	0	0	257	257
Total revenues	11,485,000	11,485,000	13,167,815	1,682,815
EXPENDITURES				
Capital Outlay	11,809,643	46,231,243	10,408,054	35,823,189
Total expenditures	11,809,643	46,231,243	10,408,054	35,823,189
Excess (deficiency) of revenues over expenditures	(324,643)	(34,746,243)	2,759,761	37,506,004
Fund balance-beginning	20,480,093	20,480,093	20,480,093	
Fund balance-ending	\$ 20,155,450	\$(14,266,150)	\$ 23,239,854	\$ 37,506,004

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Off Highway Use Special Revenue Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ (3,018)	\$ (3,018)
Total revenues	0	0	(3,018)	(3,018)
EXPENDITURES				
Community development	0	0	0	0
Total expenditures	0	0	0	0
Excess (deficiency) of revenues over expenditures	0	0	(3,018)	(3,018)
Fund balance-beginning	71,233	71,233	71,233	
Fund balance-ending	\$ 71,233	\$ 71,233	\$ 68,215	\$ (3,018)

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Housing and Community Development Special Revenue Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ (28,843)	\$ (28,843)
From other agencies	1,087,000	1,087,000	240,817	(846,183)
Other revenues	0	0	1,238	1,238
Total revenues	1,087,000	1,087,000	213,212	(873,788)
EXPENDITURES				
Community development	1,193,800	1,193,800	476,474	717,326
Total expenditures	1,193,800	1,193,800	476,474	717,326
Excess (deficiency) of revenues over expenditures	(106,800)	(106,800)	(263,262)	(156,462)
Fund balance-beginning	4,429,971	4,429,971	4,429,971	
Fund balance-ending	\$ 4,323,171	\$ 4,323,171	\$ 4,166,709	\$ (156,462)

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Community Housing District 2020-1 Special Revenue Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
From other agencies	\$ 33,000	\$ 33,000	\$ 57,517	\$ 24,517
Charges for current services	33,000	33,000	0	(33,000)
Total revenues	66,000	66,000	57,517	(8,483)
EXPENDITURES				
Community development	32,700	32,700	5,700	27,000
Total expenditures	32,700	32,700	5,700	27,000
Excess (deficiency) of revenues over expenditures	33,300	33,300	51,817	18,517
Fund balance-beginning	27,333	27,333	27,333	
Fund balance-ending	\$ 60,633	\$ 60,633	\$ 79,150	\$ 18,517

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
1976 Fire and Sewer Debt Service Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ (9,810)	\$ (9,810)
Total revenues	0	0	(9,810)	(9,810)
EXPENDITURES				
Total expenditures	0	0	0	0
Excess (deficiency) of revenues over expenditures	0	0	(9,810)	(9,810)
Fund balance-beginning	436,344	436,344	436,344	
Fund balance-ending	\$ 436,344	\$ 436,344	\$ 426,534	\$ (9,810)

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Park and Recreation Capital Project Fund
For the Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ (214,713)	\$ (214,713)
From other agencies	323,000	323,000	468,960	145,960
Charges for current services	1,909,000	1,909,000	2,173,876	264,876
Other revenues	0	0	36	36
Total revenues	<u>2,232,000</u>	<u>2,232,000</u>	<u>2,428,159</u>	<u>196,159</u>
EXPENDITURES				
Capital outlays	10,764,543	11,911,043	2,346,629	9,564,414
Total expenditures	<u>10,764,543</u>	<u>11,911,043</u>	<u>2,346,629</u>	<u>9,564,414</u>
Excess (deficiency) of revenues over expenditures	(8,532,543)	(9,679,043)	81,530	9,760,573
Fund balance-beginning	9,920,833	9,920,833	9,920,833	
Fund balance-ending	<u>\$ 1,388,290</u>	<u>\$ 241,790</u>	<u>\$ 10,002,363</u>	<u>\$ 9,760,573</u>

City of Clovis
Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual
Refuse Equipment Capital Project Fund
For the Year Ended June 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
REVENUE				
Use of money and property	\$ 0	\$ 0	\$ (40,211)	\$ (40,211)
Charges for current services	0	0	430,459	430,459
Total revenues	0	0	390,248	390,248
EXPENDITURES				
Total expenditures	0	0	0	0
Excess (deficiency) of revenues over expenditures	0	0	390,248	390,248
OTHER FINANCING SOURCES (USES)				
Transfers Out	0	0	(150,000)	(150,000)
Total other financing sources (uses)	0	0	(150,000)	(150,000)
Net change in fund balance	0	0	240,248	240,248
Fund balance-beginning	1,708,458	1,708,458	1,708,458	
Fund balance-ending	\$ 1,708,458	\$ 1,708,458	\$ 1,948,706	\$ 240,248

Internal Service Funds

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

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

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

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

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

City of Clovis
Combining Statement of Net Position
Internal Service Funds
June 30, 2022

AGENDA ITEM NO. 11.

	Self Insurance	Fleet	Employee Benefits	General Services	Total
ASSETS					
Current assets:					
Cash and investments	\$ 2,015,166	\$ 21,593,113	\$ 14,393,356	\$ 28,333,203	\$ 66,334,838
Receivables	43,586	27,597	139,005	287,339	497,527
Due from other governments				16,526	16,526
Inventories		908,000			908,000
Total current assets	2,058,752	22,528,710	14,532,361	28,637,068	67,756,891
Noncurrent assets:					
Restricted cash and investments:					
Cash with fiscal agent-bond accounts				11,555,183	11,555,183
Total restricted assets	0	0	0	11,555,183	11,555,183
Capital assets:					
Land				8,872,400	8,872,400
Buildings and improvements		940,271		117,953,678	118,893,949
Machinery and equipment		47,945,379		8,927,860	56,873,239
Less accumulated depreciation		(31,340,336)		(51,332,139)	(82,672,475)
Total capital assets (net of accumulated depreciation)	0	17,545,314	0	84,421,799	101,967,113
Total noncurrent assets	0	17,545,314	0	95,976,982	113,522,296
Total assets	2,058,752	40,074,024	14,532,361	124,614,050	181,279,187
DEFERRED OUTFLOW OF RESOURCES					
Pension related deferred outflows	39,832	362,779	90,249	541,172	1,034,032
Total deferred outflows of resources	39,832	362,779	90,249	541,172	1,034,032
LIABILITIES					
Current liabilities:					
Accounts payable	13,097	564,123	121,739	3,300,615	3,999,574
Claims and judgements payable			2,548,000		2,548,000
Accrued compensated absences		20,000	4,200	43,600	67,800
Deposits and other liabilities				563,673	563,673
Unearned revenue				2,537,083	2,537,083
Direct borrowings-current		810,328		1,652,956	2,463,284
Loans payable-current				261,519	261,519
Revenue bonds-current				280,000	280,000
Total current liabilities	13,097	1,394,451	2,673,939	8,639,446	12,720,933
Noncurrent liabilities:					
Claims and judgements payable			6,173,000		6,173,000
Accrued compensated absences		61,215	12,687	133,627	207,529
Direct borrowings		1,701,685		9,669,159	11,370,844
Loans payable				1,908,905	1,908,905
Revenue bonds (net of discount/premium)				13,493,862	13,493,862
Net pension liability	213,579	1,828,310	410,198	3,092,673	5,544,760
Total noncurrent liabilities	213,579	3,591,210	6,595,885	28,298,226	38,698,900
Total liabilities	226,676	4,985,661	9,269,824	36,937,672	51,419,833
DEFERRED INFLOW OF RESOURCES					
Lease deferred inflows				233,828	233,828
Pension deferred inflows	94,167	841,743	203,334	1,305,311	2,444,555
Total deferred inflow of resources	94,167	841,743	203,334	1,539,139	2,678,383
NET POSITION					
Net investment in capital assets		15,033,301		57,155,398	72,188,699
Restricted for debt service				11,555,183	11,555,183
Unrestricted (deficit)	1,777,741	19,576,098	5,149,452	17,967,830	44,471,121
Total net position	\$ 1,777,741	\$ 34,609,399	\$ 5,149,452	\$ 86,678,411	\$ 128,215,003

**Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2022**

	Self Insurance	Fleet	Employee Benefits	General Services	Total
Operating revenues:					
Charges for services	\$3,966,000	\$10,736,302	\$ 31,575,162	\$16,181,300	\$ 62,458,764
From other agencies				4,510,313	4,510,313
Other revenues	343,729	6,000		2,538,369	2,888,098
Total operating revenues	<u>4,309,729</u>	<u>10,742,302</u>	<u>31,575,162</u>	<u>23,229,982</u>	<u>69,857,175</u>
Operating expenses:					
Salaries and benefits	232,208	2,129,902	16,043,542	3,244,630	21,650,282
Services, materials and supplies	3,868,059	5,041,093	13,599,792	5,727,672	28,236,616
Administration	96,500	1,167,900	100,100	444,900	1,809,400
Depreciation		2,639,534		3,364,853	6,004,387
Total operating expenses	<u>4,196,767</u>	<u>10,978,429</u>	<u>29,743,434</u>	<u>12,782,055</u>	<u>57,700,685</u>
Operating income (loss)	<u>112,962</u>	<u>(236,127)</u>	<u>1,831,728</u>	<u>10,447,927</u>	<u>12,156,490</u>
Nonoperating revenues (expenses):					
Interest income	12,367	190,140	45,875	250,285	498,667
Net increase (decrease) in cash fair value	(42,310)	(554,059)	(160,369)	(781,491)	(1,538,229)
Interest expense		(65,227)		(423,205)	(488,432)
Gain (loss) on sale of capital assets		(15,391)		(2,286)	(17,677)
Total nonoperating revenue (expense)	<u>(29,943)</u>	<u>(444,537)</u>	<u>(114,494)</u>	<u>(956,697)</u>	<u>(1,545,671)</u>
Income before contributions and transfers	83,019	(680,664)	1,717,234	9,491,230	10,610,819
Capital contributions		39,684			39,684
Transfers in		3,012,300		5,543,000	8,555,300
Changes in net position	83,019	2,371,320	1,717,234	15,034,230	19,205,803
Total net position-beginning	<u>1,694,722</u>	<u>32,238,079</u>	<u>3,432,218</u>	<u>71,644,181</u>	<u>109,009,200</u>
Total net position-ending	<u>\$1,777,741</u>	<u>\$34,609,399</u>	<u>\$ 5,149,452</u>	<u>\$86,678,411</u>	<u>\$ 128,215,003</u>

City of Clovis
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2022

	Self Insurance	Fleet	Employee Benefits	General Services	Total
CASH FLOW FROM OPERATING ACTIVITIES					
Receipts for interfund services	\$ 3,925,630	\$ 10,732,015	\$ 31,539,940	\$ 14,698,865	\$ 60,896,450
Payments to suppliers	(3,978,444)	(6,180,149)	(14,147,168)	(6,095,816)	(30,401,577)
Payments to employees	(259,036)	(2,390,589)	(16,107,668)	(3,586,394)	(22,343,687)
Other operating revenues	343,731	6,000		6,981,757	7,331,488
Net cash provided/(used) by operating activities	<u>31,881</u>	<u>2,167,277</u>	<u>1,285,104</u>	<u>11,998,412</u>	<u>15,482,674</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers-in from other funds		3,012,300		5,543,000	8,555,300
Net cash provided by noncapital financing activities	<u>0</u>	<u>3,012,300</u>	<u>0</u>	<u>5,543,000</u>	<u>8,555,300</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets		(1,741,597)		(16,657,074)	(18,398,671)
Principal paid on bonds, loans, and direct borrowings		(791,329)		(2,309,005)	(3,100,334)
Interest paid on bonds, loans, and direct borrowings		(65,227)		(423,205)	(488,432)
Net cash provided/(used) by capital and related financing activities	<u>0</u>	<u>(2,598,153)</u>	<u>0</u>	<u>(19,389,284)</u>	<u>(21,987,437)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends on investments	12,367	190,141	45,875	250,285	498,668
Increase/(decrease) in fair value of investments	(42,310)	(554,059)	(160,369)	(781,491)	(1,538,229)
Net cash provided/(used) by investing activities	<u>(29,943)</u>	<u>(363,918)</u>	<u>(114,494)</u>	<u>(531,206)</u>	<u>(1,039,561)</u>
Net change in cash and cash equivalents	1,938	2,217,506	1,170,610	(2,379,078)	1,010,976
Cash and cash equivalents-beginning of year	2,013,228	19,375,607	13,222,746	42,267,464	76,879,045
Cash and cash equivalents-end of year	<u>\$ 2,015,166</u>	<u>\$ 21,593,113</u>	<u>\$ 14,393,356</u>	<u>\$ 39,888,386</u>	<u>\$ 77,890,021</u>

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

Operating income/(loss)	\$ 112,962	\$ (236,127)	\$ 1,831,728	\$ 10,447,927	\$ 12,156,490
Adjustments to reconcile operating income to net cash provided/(used) by operating activities:					
Depreciation/amortization expense		2,639,534		3,364,853	6,004,387
(Increase)/decrease in accounts receivable	(40,370)	(4,287)	(35,222)	48,419	(31,460)
(Increase)/decrease in due from other governments				(8,468)	(8,468)
(Increase)/decrease in inventories		(52,000)			(52,000)
(Increase)/decrease in deferred outflows - pension	12,612	105,201	22,480	187,141	327,434
(Increase)/decrease in prepaid items				11,835	11,835
Increase/(decrease) in accounts payable	(13,883)	80,844	(90,276)	64,921	41,606
Increase/(decrease) in accrued compensated absences		(13,466)	(1,524)	18,014	3,024
Increase/(decrease) in unearned revenue				(1,530,854)	(1,530,854)
Increase/(decrease) in claims and judgments payable			(357,000)		(357,000)
Increase/(decrease) in net pension liability	(132,526)	(1,184,779)	(286,255)	(1,836,804)	(3,440,364)
Increase/(decrease) in deferred inflows - lease				(58,457)	(58,457)
Increase/(decrease) in deferred inflows - pension	93,086	832,357	201,173	1,289,885	2,416,501
Total adjustments	<u>(81,081)</u>	<u>2,403,404</u>	<u>(546,624)</u>	<u>1,550,485</u>	<u>3,326,184</u>
Net cash provided/(used) by operating activities	<u>\$ 31,881</u>	<u>\$ 2,167,277</u>	<u>\$ 1,285,104</u>	<u>\$ 11,998,412</u>	<u>\$ 15,482,674</u>

Noncash investing, capital, and financing activities:

During the year the Fleet Maintenance Fund, an internal service fund, received \$39,684 in donated assets.

Fiduciary Funds

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

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

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

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

City of Clovis
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2022

	Custodial Funds			Total
	Blackhorse Assessment	Temperance Barstow Assessment	Shepherd Temperance Assessment	
ASSETS				
Cash and investments	\$ 112,894	\$ 74,739	\$ 5,671	\$ 193,304
Receivables	1,627	100	4	1,731
Total assets	114,521	74,839	5,675	195,035
LIABILITIES				
Accounts payable	13,213			13,213
Deposits and other liabilities			474	474
Total liabilities	13,213	0	474	13,687
NET POSITION				
Restricted for:				
Individuals, organizations, and other governments	101,308	74,839	5,201	181,348
Total net position	\$ 101,308	\$ 74,839	\$ 5,201	\$ 181,348

City of Clovis
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2022

	Custodial Funds			Total
	Blackhorse Assessment	Temperance Barstow Assessment	Shepherd Temperance Assessment	
ADDITIONS				
Special assessments tax	\$ 63,395			\$ 63,395
Total additions	63,395	\$ 0	\$ 0	63,395
DEDUCTIONS				
Community development	68,951	1,778	119	70,848
Total deductions	68,951	1,778	119	70,848
Change in net position	(5,556)	(1,778)	(119)	(7,453)
Net position-Beginning	106,864	76,617	5,320	188,801
Net position-Ending	<u>\$ 101,308</u>	<u>\$ 74,839</u>	<u>\$ 5,201</u>	<u>\$ 181,348</u>

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Statistical Section

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

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Statistical Section

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<p>Financial Trends</p> <p style="padding-left: 40px;">These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</p>	109
<p>Revenue Capacity</p> <p style="padding-left: 40px;">These schedules contain information to help the reader assess the governments' most significant local revenue source, the property tax.</p>	117
<p>Debt Capacity</p> <p style="padding-left: 40px;">These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</p>	121
<p>Demographic and Economic Information</p> <p style="padding-left: 40px;">These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</p>	127
<p>Operating Information</p> <p style="padding-left: 40px;">These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</p>	130

CITY OF CLOVIS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS

(accrual basis of accounting)
(in thousands)

Fiscal Year Ended June 30,

	2013	2014	2015*	2016	2017	2018	2019	2020	2021	2022
Governmental activities:										
Net investment in capital assets	\$ 481,729	\$ 490,722	\$ 509,567	\$ 523,881	\$ 524,625	\$ 533,810	\$ 562,740	\$ 587,764	\$ 595,863	\$ 631,982
Restricted	19,810	24,266	23,997	25,843	20,681	27,826	33,325	38,522	42,460	48,790
Unrestricted	16,070	21,548	(67,159)	(67,081)	(54,927)	(63,435)	(66,182)	(51,797)	(32,398)	(22,188)
Total net position	\$ 517,609	\$ 536,536	\$ 466,405	\$ 482,643	\$ 490,379	\$ 498,201	\$ 529,883	\$ 574,489	\$ 605,925	\$ 658,584
Business-type activities:										
Net investment in capital assets	\$ 130,123	\$ 132,872	\$ 137,520	\$ 142,658	\$ 147,265	\$ 153,013	\$ 162,938	\$ 168,489	\$ 171,482	\$ 176,055
Restricted	4,794	3,365	3,377	906	953	25	1			
Unrestricted	51,584	60,855	72,977	82,271	103,531	108,299	120,937	106,444	108,569	117,529
Total net position	\$ 186,501	\$ 197,092	\$ 213,874	\$ 225,835	\$ 251,749	\$ 261,337	\$ 283,876	\$ 274,933	\$ 280,051	\$ 293,584
Total Primary government:										
Net investment in capital assets	\$ 611,852	\$ 623,594	\$ 647,087	\$ 666,540	\$ 671,890	\$ 686,823	\$ 725,678	\$ 756,253	\$ 767,345	\$ 808,037
Restricted	24,604	27,631	27,374	26,748	21,634	27,851	33,326	38,522	42,460	48,790
Unrestricted	67,654	82,403	5,818	15,190	48,604	44,864	54,755	54,647	76,171	95,341
Total net position	\$ 704,110	\$ 733,628	\$ 680,279	\$ 708,478	\$ 742,128	\$ 759,538	\$ 813,759	\$ 849,422	\$ 885,976	\$ 952,168

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

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

For the Fiscal Year Ended June 30,

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses:										
Governmental activities:										
General government	\$ 5,948	\$ 5,642	\$ 5,587	\$ 5,577	\$ 6,218	\$ 6,481	\$ 7,730	\$ 7,436	\$ 7,426	\$ 5,464
Public safety	37,106	38,736	39,460	42,027	46,258	54,529	55,860	59,876	62,766	55,415
Transportation	11,160	11,251	12,686	12,232	13,307	14,057	14,883	18,884	16,632	17,097
Community development	930	310	909	637	1,742	1,984	751	286	2,995	840
Cultural and recreation	5,790	6,370	6,272	6,196	6,703	7,212	8,118	7,115	7,174	7,825
Interest and other charges				924	886	805	755	694	726	488
Total governmental activities expenses	60,934	62,309	64,914	67,593	75,114	85,068	88,097	94,291	97,719	87,129
Business-type activities:										
Refuse	14,057	14,857	15,654	16,207	16,574	18,502	20,205	21,744	22,079	23,424
Sewer	17,555	19,883	18,011	18,553	18,235	18,862	18,738	19,465	19,541	20,366
Water	14,587	13,626	14,486	14,487	15,604	16,807	17,463	18,551	24,963	21,431
Transit	4,749	4,946	4,884	5,016	5,098	6,280	6,961	7,008	6,792	7,063
Planning & Development Services	6,826	7,226	7,557	7,781	8,555	9,410	10,443	11,662	11,338	10,076
Total business-type activities expenses	57,774	60,538	60,592	62,044	64,066	69,861	73,810	78,430	84,713	82,360
Total primary government expenses	118,708	122,847	125,506	129,637	139,180	154,929	161,907	172,721	182,432	169,489
Program revenues:										
Governmental activities:										
Charges for services:										
General government	4,271	4,378	4,995	4,875	4,640	4,497	5,137	5,069	8,934	10,165
Public safety	1,700	2,195	2,209	2,521	2,079	3,414	3,268	2,524	4,216	4,950
Transportation	6,818	9,916	6,788	6,061	7,411	7,901	15,897	17,192	15,446	16,976
Community development	578	352	1,231	301	865	307	456	935	322	383
Cultural and recreation	4,509	5,901	4,909	5,540	5,653	6,010	4,638	2,447	2,768	4,064
Operating grants and contributions	1,100	527	639	737	630	381	393	763	12,466	8,998
Capital grants and contributions	15,859	15,292	20,516	16,638	11,537	18,216	32,241	23,439	21,005	26,431
Total governmental activities program revenues	34,835	38,561	41,287	36,673	32,815	40,726	62,030	52,369	65,157	71,919

AGENDA ITEM NO. 11.

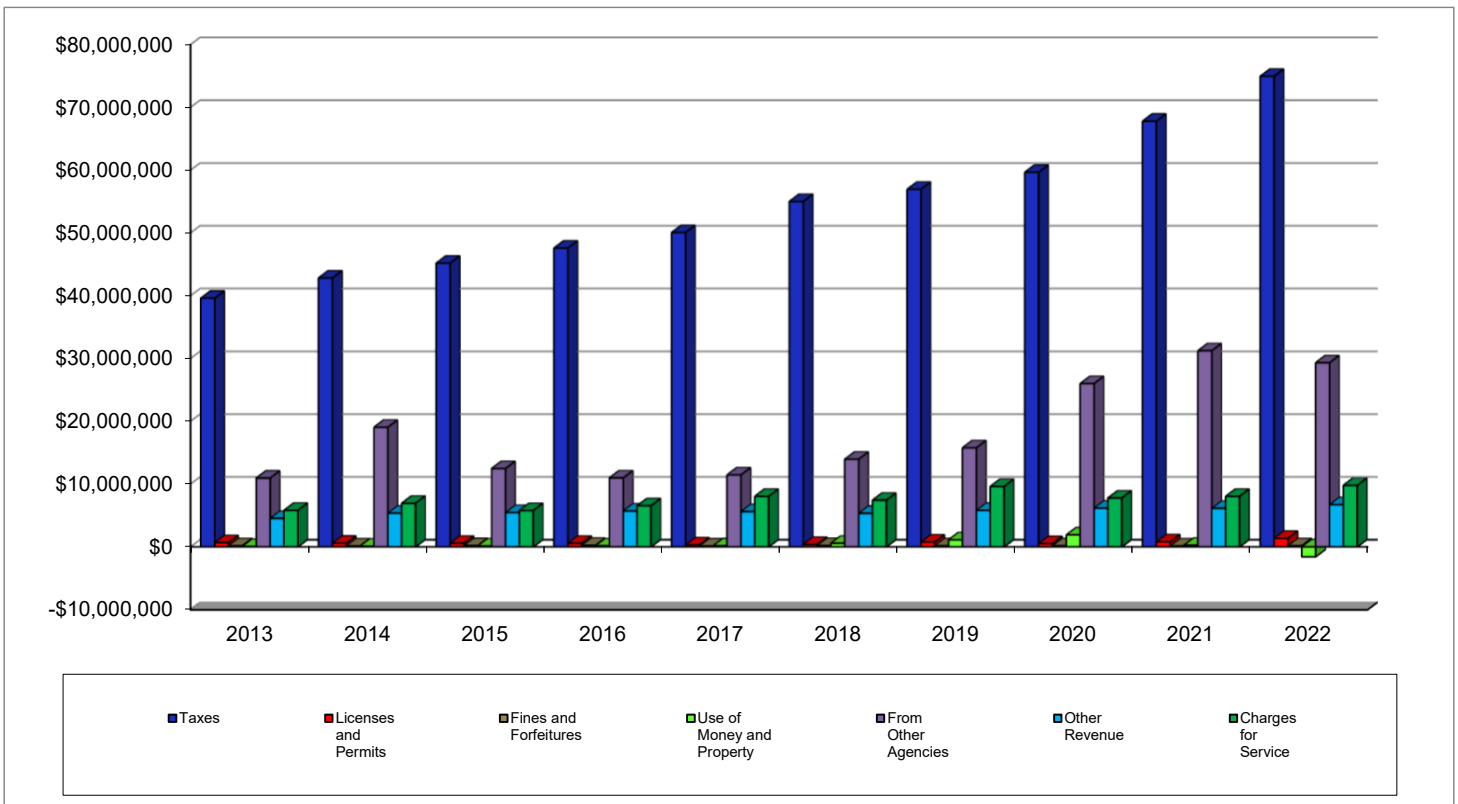
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Business-type activities:										
Charges for services:										
Community sanitation	17,784	17,240	17,608	17,692	18,083	19,235	20,022	21,116	23,166	25,034
Sewer	18,340	18,130	21,974	21,167	18,942	21,214	21,281	24,673	21,007	23,678
Water	21,243	18,580	19,050	16,599	34,174	20,923	26,115	22,032	23,542	27,751
Transit	4,361	1,473	1,541	1,608	1,597	1,692	1,729	1,920	2,675	2,921
Planning & Development Services	7,720	8,630	8,159	8,807	9,619	9,828	10,522	12,029	11,737	11,403
Operating grants and contributions	102	2,879	4,247	4,056	4,464	4,590	5,463	4,542	4,496	5,328
Capital grants and contributions	4,639	3,535	4,059	2,721	1,935	2,854	7,302	2,102	2,652	2,598
Total business-type activities	74,189	70,467	76,638	72,650	88,814	80,336	92,434	88,414	89,275	98,713
program revenues										
Total primary government	109,024	109,028	117,925	109,323	121,629	121,062	154,464	140,783	154,432	170,705
program revenues										
Net revenues (expenses):										
Governmental activities	(26,099)	(23,748)	(23,627)	(30,920)	(42,299)	(44,342)	(26,067)	(41,922)	(32,562)	(15,137)
Business-type activities	16,415	9,929	16,047	10,606	24,748	10,475	18,624	9,984	4,562	16,353
Total net revenues (expenses)	(9,684)	(13,819)	(7,580)	(20,314)	(17,551)	(33,867)	(7,443)	(31,938)	(28,000)	1,216
General revenues and other changes in net position										
Governmental activities:										
Taxes:										
Property taxes	17,961	19,159	19,842	20,649	22,392	24,833	26,668	28,520	30,378	33,241
Sales tax	15,049	16,923	18,039	19,120	19,676	20,432	21,597	22,394	27,526	31,106
Business license & Franchise Taxes	4,386	4,664	4,984	5,271	5,300	6,891	5,789	6,009	2,600	2,768
Transient occupancy taxes	1,935	2,097	2,329	2,552	2,705	2,871	2,896	2,743	3,538	3,780
Grants and contributions not restricted	175	131	172	183	178	186	504	3,037	456	(2,638)
Unrestricted investment earnings	61	138	163	234	272	566	1,476	(250)	(500)	(460)
Transfers	(720)	(437)	(461)	(850)	(488)	(507)	(1,180)	(250)	(500)	(460)
Total governmental activities	38,847	42,675	45,068	47,159	50,035	55,272	57,750	62,453	63,998	67,797
Business-type activities:										
Unrestricted investment earnings	161	224	274	506	679	1,442	2,734	4,899	56	(3,280)
Transfers	720	437	461	850	488	507	1,180	250	500	460
Total business-type activities	881	661	735	1,356	1,167	1,949	3,914	5,149	556	(2,820)
Total primary government	39,728	43,336	45,803	48,515	51,202	57,221	61,664	67,602	64,554	64,977
Changes in net position										
Governmental activities	12,748	18,927	21,441	16,239	7,736	10,930	31,683	20,531	31,436	52,600
Business-type activities	17,296	10,590	16,782	11,962	25,915	12,424	22,538	15,133	5,118	13,500
Total primary government	\$ 30,044	\$ 29,517	\$ 38,223	\$ 28,201	\$ 33,651	\$ 23,354	\$ 54,221	\$ 35,664	\$ 36,554	\$ 66,100

AGENDA ITEM NO. 11.

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

Fiscal Year Ended June 30,	Taxes	Licenses and Permits	Fines and Forfeitures	Use of Money and Property	From Other Agencies	Charges for Service	Other Revenue	Total
2013	\$ 39,611,753	\$ 688,001	\$ 192,636	\$ 83,549	\$ 10,963,343	\$ 5,819,507	\$ 4,554,963	\$ 61,913,752
2014	42,837,215	593,886	148,495	122,725	19,056,135	6,945,717	5,368,776	75,072,949
2015	45,191,980	583,060	207,358	144,328	12,484,156	5,794,337	5,469,201	69,874,420
2016	47,591,661	584,412	253,841	170,213	10,990,248	6,544,320	5,730,691	71,865,386
2017	50,072,582	330,336	140,193	173,524	11,473,015	8,060,073	5,634,697	75,884,420
2018	55,019,558	412,460	227,831	585,707	13,962,855	7,442,164	5,358,986	83,009,561
2019	56,949,844	778,319	195,146	1,134,952	15,787,432	9,620,602	5,831,451	90,297,746
2020	59,666,331	526,291	188,334	1,914,715	26,007,449	7,788,344	6,185,944	102,277,408
2021	67,802,558	804,977	150,920	271,010	31,247,370	8,054,434	6,153,290	114,484,559
2022	74,945,949	1,374,447	189,018	(1,578,778)	29,337,210	9,803,524	6,723,637	120,795,007

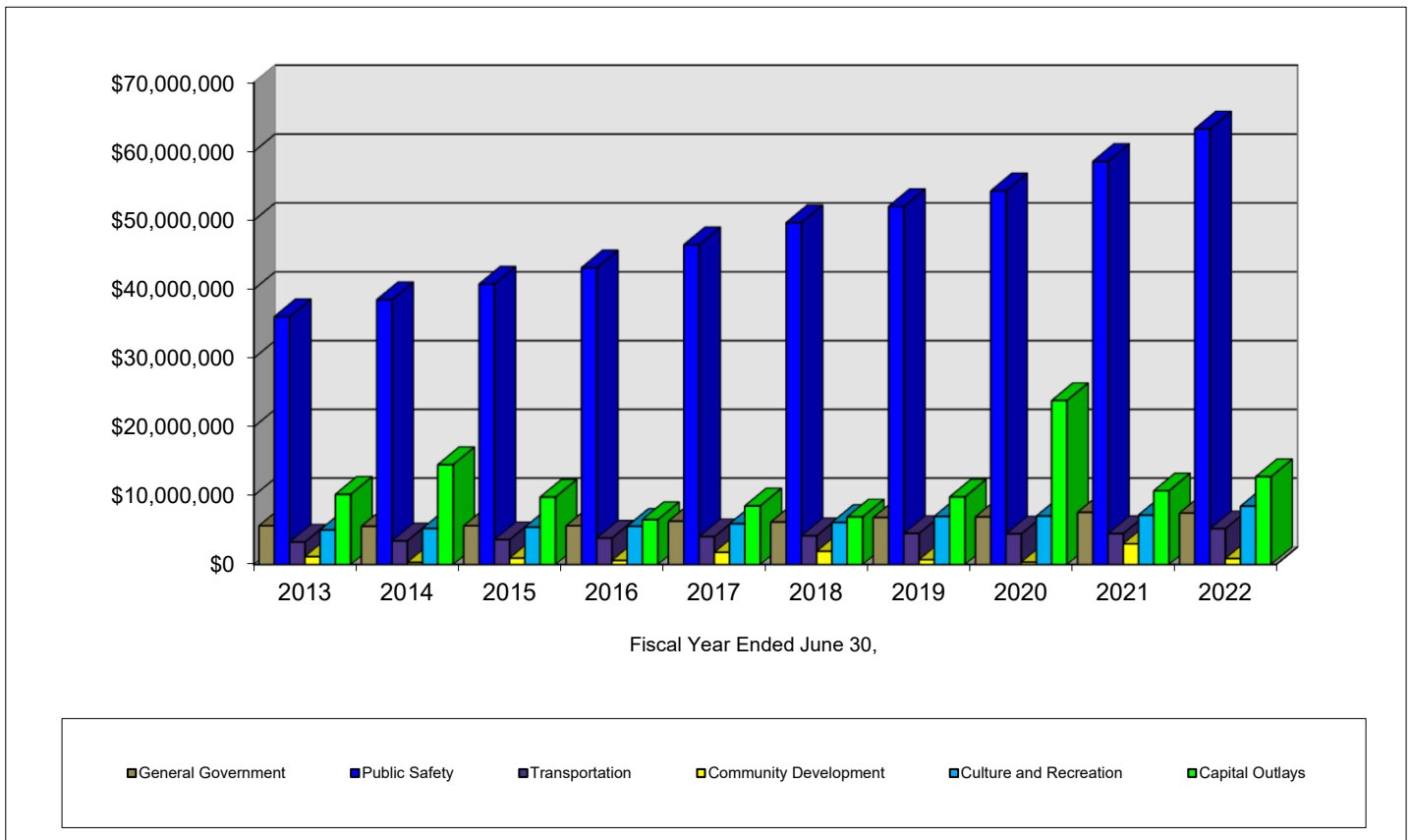
Note: Includes all governmental fund types (General, Special Revenue, Debt Service and Capital Projects Funds).



CITY OF CLOVIS GENERAL GOVERNMENT EXPENDITURES BY FUNCTION LAST TEN FISCAL YEARS

<u>Fiscal Year Ended June 30,</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Transportation</u>	<u>Community Development</u>	<u>Culture and Recreation</u>	<u>Capital Outlays</u>	<u>Total</u>
2013	\$ 5,620,526	\$ 36,043,170	\$ 3,256,789	\$ 1,150,395	\$ 5,024,870	\$ 10,205,465	\$ 61,301,215
2014	5,546,340	38,498,881	3,430,068	302,091	5,235,028	14,510,295	67,522,703
2015	5,622,192	40,767,185	3,595,841	917,702	5,409,366	9,800,799	66,113,085
2016	5,620,922	43,136,838	3,828,619	577,483	5,541,908	6,523,827	65,229,597
2017	6,287,114	46,476,211	4,032,061	1,757,867	5,914,052	8,516,678	72,983,983
2018	6,163,620	49,688,800	4,169,509	1,913,909	6,108,769	6,907,009	74,951,616
2019	6,818,113	52,034,209	4,506,493	686,251	6,993,547	9,818,090	80,856,703
2020	6,930,929	54,300,092	4,438,270	330,247	7,040,642	23,836,451	96,876,631
2021	7,576,845	58,574,671	4,481,127	2,999,876	7,179,605	10,712,079	91,524,203
2022	7,464,459	63,297,211	5,194,042	846,379	8,471,633	12,760,383	98,034,107

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



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

	For the Fiscal Year Ended June 30,				
	2013	2014	2015	2016	2017
Revenues:					
Property taxes	\$ 17,961,308	\$ 19,159,555	\$ 19,842,732	\$ 20,649,898	\$ 22,391,753
Sales taxes	15,284,968	16,916,615	18,037,581	19,119,633	19,675,483
Business license & Franchise taxes	4,331,760	4,664,123	4,929,246	5,271,321	5,300,062
Transient occupancy taxes	2,033,716	2,096,922	2,382,421	2,550,809	2,705,284
Licenses and permits	688,001	593,886	583,060	584,412	330,336
Fines and forfeitures	192,636	148,495	207,358	253,841	140,193
Use of money and property	83,549	122,725	144,328	170,213	173,524
From other agencies	10,963,343	19,056,135	12,484,156	10,990,248	11,473,015
Charges for current services	5,819,507	6,945,717	5,794,337	6,544,320	8,060,073
Other revenues	4,554,963	5,368,776	5,469,201	5,730,691	5,634,697
Total revenues	<u>61,913,751</u>	<u>75,072,949</u>	<u>69,874,420</u>	<u>71,865,386</u>	<u>75,884,420</u>
Expenditures					
Current:					
General government	5,620,526	5,546,340	5,622,192	5,620,922	6,287,114
Public safety	36,043,170	38,498,881	40,767,185	43,136,838	46,476,211
Transportation	3,256,789	3,430,068	3,595,841	3,828,619	4,032,061
Community development	1,150,395	302,091	917,702	577,483	1,757,867
Cultural and recreation	5,024,870	5,235,028	5,409,366	5,541,908	5,914,052
Debt service:					
Principal					
Interest and fiscal charges					
Bond issue costs					
Capital outlays	9,966,973	14,510,295	9,800,799	6,523,827	8,516,678
Total expenditures	<u>61,062,723</u>	<u>67,522,703</u>	<u>66,113,085</u>	<u>65,229,597</u>	<u>72,983,983</u>
Excess (deficiency) of revenues over (under) expenditures	<u>851,028</u>	<u>7,550,246</u>	<u>3,761,335</u>	<u>6,635,789</u>	<u>2,900,437</u>
Other financing sources (uses):					
Transfers in	30,000	18,995			
Transfers out	(1,265,000)	(1,256,080)	(1,211,000)	(4,050,000)	(3,188,000)
Total other financing sources (uses)	<u>(1,235,000)</u>	<u>(1,237,085)</u>	<u>(1,211,000)</u>	<u>(4,050,000)</u>	<u>(3,188,000)</u>
Net change in Fund balances	<u>\$ (383,972)</u>	<u>\$ 6,313,161</u>	<u>\$ 2,550,335</u>	<u>\$ 2,585,789</u>	<u>\$ (287,563)</u>
Debt service as a percentage of noncapital expenditures	0.0%	0.0%	0.0%	0.0%	0.0%

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

	For the Fiscal Year Ended June 30,				
	2018	2019	2020	2021	2022
Property taxes	\$ 24,832,576	\$ 26,667,913	\$ 28,520,413	\$ 30,377,419	\$ 33,240,530
Sales taxes	20,425,341	21,597,179	22,393,757	27,526,307	31,105,966
Business license & Franchise taxes	6,891,105	5,788,765	6,008,671	6,360,691	6,819,233
Transient occupancy taxes	2,870,536	2,895,987	2,743,490	3,538,141	3,780,220
Licenses and permits	412,460	778,319	526,291	804,977	1,374,447
Fines and forfeitures	227,831	195,146	188,334	150,920	189,018
Use of money and property	585,707	1,134,952	1,914,715	271,010	(1,578,778)
From other agencies	13,962,855	15,787,432	26,007,449	31,247,370	29,337,210
Charges for current services	7,442,164	9,620,602	7,788,344	8,054,434	9,803,524
Other revenues	5,358,986	5,831,451	6,185,944	6,153,290	6,723,637
Total revenues	<u>83,009,561</u>	<u>90,297,746</u>	<u>102,277,408</u>	<u>114,484,559</u>	<u>120,795,007</u>
Current:					
General government	6,163,620	6,818,113	6,930,929	7,576,845	7,464,459
Public safety	49,688,800	52,034,209	54,300,092	58,574,671	63,297,211
Transportation	4,169,509	4,506,493	4,438,270	4,481,127	5,194,042
Community development	1,913,909	686,251	330,247	2,999,876	846,379
Cultural and recreation	6,108,769	6,993,547	7,040,642	7,179,605	8,471,633
Debt service:					
Principal					
Interest and fiscal charges					
Bond issue costs					
Capital outlays	6,907,009	9,818,090	23,836,451	10,712,079	12,760,383
Total expenditures	<u>74,951,616</u>	<u>80,856,703</u>	<u>96,876,631</u>	<u>91,524,203</u>	<u>98,034,107</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,057,945</u>	<u>9,441,043</u>	<u>5,400,777</u>	<u>22,960,356</u>	<u>22,760,900</u>
Transfers in		156,000	454,000		
Transfers out	(506,700)	(1,975,000)	(3,110,000)	(18,445,300)	(9,015,300)
Total other financing sources (uses)	<u>(506,700)</u>	<u>(1,819,000)</u>	<u>(2,656,000)</u>	<u>(18,445,300)</u>	<u>(9,015,300)</u>
Net change in Fund balances	<u>\$ 7,551,245</u>	<u>\$ 7,622,043</u>	<u>\$ 2,744,777</u>	<u>\$ 4,515,056</u>	<u>\$ 13,745,600</u>
	0.0%	0.0%	0.0%	0.0%	0.0%

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

General Fund

Fiscal Year Ended June 30,	Nonspendable	Restricted	Assigned	Unassigned	Total
2013	\$ 855,000	\$ 2,383,432	\$ 7,883,000	\$ 1,135,539	\$ 12,256,971
2014	855,000	2,188,316	9,451,000	1,611,802	14,106,118
2015	855,000	2,368,439	10,000,000	3,702,156	16,925,595
2016		2,738,023	11,779,000	2,925,095	17,442,118
2017		3,189,504	12,152,000	708,019	16,049,523
2018		4,309,112	12,424,000	3,618,238	20,351,350
2019		4,960,824	13,512,000	4,433,151	22,905,975
2020		5,811,491	13,748,000	4,114,250	23,673,741
2021		6,680,015	17,011,500	1,280,958	24,972,473
2022		7,434,722	20,844,500	8,414,521	36,693,743

All Other Governmental Funds

Fiscal Year Ended June 30,	Nonspendable	Restricted	Assigned	Unassigned	Total
2013	\$ 7,155,675	\$ 8,795,952	\$ 3,351,955		\$ 19,303,582
2014	6,762,061	8,115,950	8,889,586		23,767,597
2015	6,865,628	6,349,429	10,283,400		23,498,457
2016		16,002,504	4,423,900		20,426,404
2017	7,528,473	18,886,282	258,000		26,672,755
2018		26,555,512	258,000		26,813,512
2019		27,613,930	4,267,000		31,880,930
2020		32,145,941	1,712,000		33,857,941
2021		35,202,765	1,871,500		37,074,265
2022		29,800,295	9,298,300		39,098,595

**CITY OF CLOVIS
 ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY
 LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Real Property		Personal Property		Exemptions	Net		Total Direct Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Homeowners	Assessed Value	Estimated Actual Value	
2013	\$ 7,024,285,314	\$ 7,024,285,314	\$ 201,775,479	\$ 201,775,479	\$ 101,603,300	\$ 7,124,457,493	\$ 7,226,060,793	0%
2014	7,507,886,552	7,507,886,552	198,810,435	198,810,435	103,378,700	7,603,318,287	7,706,696,987	0%
2015	8,158,612,400	8,158,612,400	204,592,938	204,592,938	101,969,400	8,261,235,938	8,363,205,338	0%
2016	8,696,361,855	8,696,361,855	213,125,102	213,125,102	100,450,200	8,809,036,757	8,909,486,957	0%
2017	9,179,714,485	9,179,714,485	214,596,488	214,596,488	99,120,700	9,295,190,273	9,394,310,973	0%
2018	10,033,990,678	10,033,990,678	221,666,625	221,666,625	97,686,900	10,157,970,403	10,255,657,303	0%
2019	10,593,683,186	10,593,683,186	212,862,653	212,862,653	96,576,100	10,709,969,739	10,806,545,839	0%
2020	11,401,543,797	11,401,543,797	213,768,044	213,768,044	96,322,900	11,518,988,941	11,615,311,841	0%
2021	12,221,160,827	12,221,160,827	235,685,766	235,685,766	96,035,100	12,360,811,493	12,456,846,593	0%
2022	13,064,591,432	13,064,591,432	234,727,451	234,727,451	94,233,600	13,205,085,283	13,299,318,883	0%

Note: Effective fiscal year 1981-82 and fiscal years thereafter, assessed value is 100% of market value. The rate applied to the assessed value for county wide property tax is 1%.

Source: Fresno County Auditor Controller/Treasurer Tax Collector FY2021-22 Tax Rate Book

**CITY OF CLOVIS
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENT
LAST TEN FISCAL YEARS**

<u>Fiscal Year Ended June 30,</u>	<u>City of Clovis</u>	<u>Clovis Unified School District Bond</u>	<u>State Center General Obligation Bond</u>	<u>County Wide</u>	<u>Total</u>
2013	0.000000	0.155350	0.009358	1.000000	1.164708
2014	0.000000	0.155350	0.009602	1.000000	1.164952
2015	0.000000	0.155346	0.009308	1.000000	1.164654
2016	0.000000	0.155350	0.008064	1.000000	1.163414
2017	0.000000	0.155350	0.008480	1.000000	1.163830
2018	0.000000	0.398998	0.025934	1.000000	1.424932
2019	0.000000	0.155350	0.022966	1.000000	1.178316
2020	0.000000	0.155352	0.025786	1.000000	1.181138
2021	0.000000	0.155356	0.025672	1.000000	1.181028
2022	0.000000	0.155350	0.018088	1.000000	1.173438

Note: The basis for the tax rates is per \$100 assessed valuation.

Source: Fresno County Auditor Controller/Treasurer Tax Collector FY2021-22 Tax Rate Book

**CITY OF CLOVIS
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND TEN YEARS AGO**

Taxpayer	2022			2013		
	Taxable Assessed Value (1)	Rank	Percent of Total City Taxable Assessed Value	Taxable Assessed Value (1)	Rank	Percent of Total City Taxable Assessed Value
Fresno Community Hospital & Med CTR	\$ 133,834	1	0.93%	\$ 148,987	1	2.09%
Community Hospitals of Central California	67,012	2	0.46%			
310 Amedea Owner LLC	63,403	3	0.44%			
Lennar Homes of California Inc.	50,015	4	0.35%			
RLO LLC	47,303	5	0.33%			
Prindiville Dennis Trustee	44,009	6	0.30%	43,317	2	0.61%
LTC West Inc	37,184	7	0.26%			
PD Village Green LP	31,325	8	0.22%			
Landvalue 37 LLC	29,188	9	0.20%			
Winterfell Yosemite Gardens L P	28,453	10	0.20%			
Pelco				42,466	3	0.60%
BRE Throne Clovis Commons LLC				32,997	4	0.46%
Copper Beech Townhome Communities				19,000	5	0.27%
Brown Garold C Family LTD Partnership				18,829	6	0.26%
Kaiser Foundation Health Plan Inc				17,033	7	0.24%
Burgess Smith & Wathen Parnership VII				15,948	8	0.22%
Winco Foods LLC				15,207	9	0.21%
GSF Sunnyside Clovis Investors L P				14,088	10	0.20%
	<u>\$ 531,726</u>		<u>3.68%</u>	<u>\$ 367,872</u>		<u>5.16%</u>

(1) Amounts in thousands.

Source: City of Clovis-GIS
Fresno County Assessor

**CITY OF CLOVIS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections₁	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Current Delinquent Taxes	Ratio of Current Delinquent Taxes to Total Tax Levy₂
2013	\$ 9,209,497	\$ 8,867,999	96.3	\$ 270,584	\$ 9,138,583	99.2	\$ 150,299	1.632
2014	9,957,414	9,627,588	96.7	216,607	9,844,195	98.9	148,664	1.493
2015	10,824,263	10,592,809	97.9	202,176	10,794,985	99.7	155,869	1.440
2016	11,475,064	11,371,562	99.1	111,527	11,483,089	100.1	159,503	1.390
2017	12,116,560	11,966,405	98.8	160,797	12,127,202	100.1	169,390	1.398
2018	13,366,204	13,159,337	98.5	268,359	13,427,695	100.5	187,528	1.403
2019	14,248,564	13,928,737	97.8	138,109	14,066,846	98.7	196,915	1.382
2020	14,932,240	14,428,282	96.6	196,398	14,624,680	97.9	244,291	1.636
2021	16,131,046	15,784,387	97.9	325,023	16,109,409	99.9	231,803	1.437
2022	17,256,877	16,649,714	96.5	282,717	16,932,431	98.1	260,234	1.508

- Notes:
- Amounts include only General Fund tax collections.
 - ₁ Includes prior year delinquent tax collections.
 - ₂ The ratio of current delinquent taxes represents the Fresno County wide rate as the County of Fresno is unable to provide the City of Clovis' delinquent tax ratio.

Sources: Fresno County Assessor's Office
Fresno County Auditor Controller

**CITY OF CLOVIS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Tax Allocation Bonds (1)	Special Assessment Bonds (1)	Lease Revenue Bonds (1)	Revenue Bonds (1)	Capital Leases (1)	Loans/ Contracts Payable (1)	Notes/Direct Placements Payable (1)	Total	Debt Per AV	Debt Per Capita
Governmental Activities										
2013	\$ 0	\$ 0	\$ 0	\$ 13,786,231	\$ 11,740,045	\$ 2,198,243	\$ 0	\$ 27,724,519	\$ 0.004	\$ 277
2014	0	0	0	0	26,255,248	2,120,278	0	28,375,526	0.004	278
2015	0	0	0	0	23,655,822	1,805,112	0	25,460,934	0.003	244
2016	0	0	0	0	26,850,329	1,724,379	0	28,574,708	0.004	274
2017	0	0	0	0	24,154,921	1,480,623	0	25,635,544	0.003	231
2018	0	0	0	0	22,066,356	1,195,510	0	23,261,866	0.002	204
2019	0	0	0	0	11,284,736	2,745,885	8,997,833	23,028,454	0.002	197
2020	0	0	0	0	9,413,689	2,768,483	7,992,401	20,174,573	0.002	169
2021	0	0	0	13,943,941	0	2,439,906	16,494,902	32,878,749	0.003	270
2022	0	0	0	13,773,862	0	2,170,424	13,834,128	29,778,414	0.002	241
Business-type Activities										
2013	\$ 0	\$ 0	\$ 0	\$ 146,013,411	\$ 0	\$ 10,503,598	\$ 0	\$ 156,517,009	\$ 0.022	\$ 1,565
2014	0	0	0	141,888,294	0	9,783,356	0	151,671,650	0.020	1,484
2015	0	0	0	137,462,213	0	9,018,510	0	146,480,723	0.018	1,404
2016	0	0	0	130,540,195	0	8,205,774	0	138,745,969	0.017	1,330
2017	0	0	0	125,639,953	0	7,350,311	0	132,990,264	0.014	1,201
2018	0	0	0	118,831,052	0	6,449,775	0	125,280,827	0.012	1,100
2019	0	0	0	114,115,888	0	5,502,287	0	119,618,175	0.011	1,022
2020	0	0	0	109,265,725	0	4,505,030	0	113,770,755	0.010	955
2021	0	0	0	104,255,563	0	3,455,186	0	107,710,749	0.010	884
2022	0	0	0	99,030,400	0	2,355,574	0	101,385,974	0.009	820
Total Primary Government										
2013	\$ 0	\$ 0	\$ 0	\$ 159,799,642	\$ 11,740,045	\$ 12,701,841	\$ 0	\$ 184,241,528	\$ 0.026	\$ 1,843
2014	0	0	0	141,888,294	26,255,248	11,903,634	0	180,047,176	0.024	1,762
2015	0	0	0	137,462,213	23,655,822	10,823,622	0	171,941,657	0.021	1,648
2016	0	0	0	130,540,195	26,850,329	9,930,153	0	167,320,677	0.021	1,604
2017	0	0	0	125,639,953	24,154,921	8,830,934	0	158,625,808	0.017	1,432
2018	0	0	0	118,831,052	22,066,356	7,645,285	0	148,542,693	0.015	1,304
2019	0	0	0	114,115,888	11,284,736	8,248,172	8,997,833	142,646,629	0.013	1,219
2020	0	0	0	109,265,725	9,413,689	7,273,513	7,992,401	133,945,328	0.012	1,124
2021	0	0	0	118,199,504	0	5,895,092	16,494,902	140,589,498	0.013	1,154
2022	0	0	0	112,804,262	0	4,525,998	13,834,128	131,164,388	0.011	1,061

(1) Presented net of original issuance discounts and premiums.

Source: City of Clovis Finance Department

CITY OF CLOVIS
RATIO OF NET GENERAL OBLIGATION BONDED DEBT
TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	Estimated	Assessed	Gross Bonded	Less Debt	Net	Ratio of Net	Net
Ended	Population	Valuation	Debt (1)	Service Fund	Bonded Debt	Bonded Debt to	Bonded Debt
June 30,						Assessed Value	Per Capita
2013	99,983	\$ 7,024,285,314	\$ 0	\$ 0	\$ 0	0.00%	\$ 0
2014	102,188	7,507,886,552	0	0	0	0.00%	0
2015	104,339	8,158,612,400	0	0	0	0.00%	0
2016	108,039	8,696,361,855	0	0	0	0.00%	0
2017	110,762	9,179,714,485	0	0	0	0.00%	0
2018	113,883	10,157,970,403	0	0	0	0.00%	0
2019	117,003	10,709,969,739	0	0	0	0.00%	0
2020	119,175	11,518,988,941	0	0	0	0.00%	0
2021	121,834	12,360,811,493	0	0	0	0.00%	0
2022	123,665	13,205,085,283	0	0	0	0.00%	0

(1) Amount does not include special assessment bonds.

Source: Fresno County Auditor Controller/Treasurer Tax Collector

CITY OF CLOVIS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures (1)</u>	<u>Ratio of Debt Service to General Government Expenditures</u>
2013	\$ 0	\$ 0	\$ 0	\$ 61,301,215	0.0
2014	0	0	0	67,522,703	0.0
2015	0	0	0	66,113,085	0.0
2016	0	0	0	65,229,597	0.0
2017	0	0	0	72,983,983	0.0
2018	0	0	0	74,951,616	0.0
2019	0	0	0	80,856,703	0.0
2020	0	0	0	96,876,631	0.0
2021	0	0	0	91,524,203	0.0
2022	0	0	0	98,034,107	0.0

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

CITY OF CLOVIS
COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2022

2021/2022 Assessed Valuation: \$ 13,299,318,883

<u>Direct and Overlapping Debt:</u>	<u>% Applicable*</u>	<u>Debt</u>
Direct Debt:		
City of Clovis Direct Borrowings	100.00%	\$ 13,834,128
City of Clovis Revenue Bonds	100.00%	13,773,862
City of Clovis Loans Payable	100.00%	2,170,424
Total Net Direct and Direct Bonded Debt		<u>\$ 29,778,414</u>
Overlapping Bonded Debt:		
Fresno County General Fund Obligations	14.600%	\$ 3,620,800
Fresno County Pension Obligations	14.600%	29,714,721
State Center Community College District	13.319%	42,668,748
Clovis Unified School District	42.590%	152,155,312
Clovis Unified School District General Fund Obligations	42.590%	50,235,121
Clovis Memorial District General Fund Obligations	44.450%	1,577,115
Fresno Unified School District	2.115%	15,604,081
Fresno Unified School District General Fund Obligations	2.115%	123,410
Sanger Unified School District	0.996%	2,431,729
Sanger Unified School District General Fund Obligations	0.996%	1,370,048
Total Gross Overlapping Bonded Debt		<u>\$ 299,501,085</u>
Overlapping Tax Increment Debt:		
Total Gross Overlapping Tax Increment Debt	100.00%	<u>10,415,000</u>
Total Gross Overlapping Debt		<u>\$ 309,916,085</u>
Total Net Direct and Overlapping Bonded Debt		<u><u>\$ 339,694,499</u></u> (1)

(1) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Ratios to Assessed Valuation:

Total Overlapping Tax and Assessment Debt	2.33%
Total Direct and Direct Bonded Debt	0.22%
Combined Total Debt	2.55%

Ratios to Redevelopment Incremental Valuation \$1,020,571,645

Total Overlapping Tax Increment Debt	1.02%
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Share of Authorized and Unsold Bonds:

City of Clovis	\$ 2,000,000
	Hasn't changed since 1995.

Source: California Municipal Statistics & City of Clovis

*The percentage of overlapping debt applicable to the City is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the City divided by the district's total assessed value.

**CITY OF CLOVIS
COMPUTATION OF LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30.	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit As a Percentage of Debt Limit
2013	\$ 1,083,909,119	0	\$ 1,083,909,119	0
2014	1,156,004,548	0	1,156,004,548	0
2015	1,254,480,801	0	1,254,480,801	0
2016	1,336,423,044	0	1,336,423,044	0
2017	1,409,146,646	0	1,409,146,646	0
2018	1,538,348,595	0	1,538,348,595	0
2019	1,620,981,876	0	1,620,981,876	0
2020	1,742,296,776	0	1,742,296,776	0
2021	1,868,526,989	0	1,868,526,989	0
2022	1,994,897,832	0	1,994,897,832	0

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2019

Assessed Valuations:

Assessed Value	\$	13,205,085,283
Add back exempt property		94,233,600

Total Assessed Value	\$	<u>13,299,318,883</u>
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Legal Debt Margin:

Debt Limitation-15 percent of total assessed value	\$	1,994,897,832
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Debt applicable to Limitation:

Total bonded debt	\$	0
Less: Amount in debt service funds available for payment of principal		<u>0</u>

Total debt applicable to Limitation		<u>0</u>
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Legal Debt Margin:	\$	<u>1,994,897,832</u>
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**CITY OF CLOVIS
REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS**

REFUSE DISPOSAL FUND

Fiscal Year Ended <u>June 30,</u>	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
2013	\$ 16,584,300	\$ 12,478,604	\$ 4,105,696	\$ 565,000	\$ 207,260	\$ 772,260	5.32
2014	16,106,761	13,524,511	2,582,250	595,000	177,763	772,763	3.34
2015	16,612,320	14,612,658	1,999,662	625,000	146,765	771,765	2.59
2016	16,684,608	15,578,895	1,105,713	655,000	114,268	769,268	1.44
2017	16,883,872	15,600,372	1,283,500	690,000	80,063	770,063	1.67
2018	18,030,852	16,042,168	1,988,684	725,000	12,511	737,511	2.70
2019	19,172,744	18,301,846	870,898	0	0	0	N/A
2020	19,786,605	19,599,590	187,015	0	0	0	N/A
2021	20,538,541	19,990,095	548,446	0	0	0	N/A
2022	21,809,342	21,342,044	467,298	0	0	0	N/A

SEWER SERVICE FUND

Fiscal Year Ended <u>June 30,</u>	Gross Revenues (4)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
2013	\$ 18,420,785	\$ 7,329,635	\$ 11,091,150	\$ 1,440,000	\$ 5,081,716	\$ 6,521,716	1.70
2014	18,219,581	8,360,501	9,859,080	1,345,000	4,902,681	6,247,681	1.58
2015	22,072,796	8,248,142	13,824,654	1,870,000	4,801,933	6,671,933	2.07
2016	21,366,761	8,813,564	12,553,197	1,930,000	4,575,379	6,505,379	1.93
2017	19,205,582	9,069,315	10,136,267	1,480,000	2,837,163	4,317,163	2.35
2018	21,721,290	9,450,348	12,270,942	2,185,000	4,006,507	6,191,507	1.98
2019	22,175,017	10,126,785	12,048,232	2,075,000	3,806,133	5,881,133	2.05
2020	25,862,697	11,165,176	14,697,521	2,135,000	3,749,252	5,884,252	2.50
2021	20,806,290	11,339,009	9,467,281	2,210,000	3,688,531	5,898,531	1.61
2022	21,946,687	12,272,210	9,674,477	2,320,000	3,587,206	5,907,206	1.64

WATER SERVICE FUND

Fiscal Year Ended <u>June 30,</u>	Gross Revenues (4)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			Coverage
				Principal	Interest	Total	
2013	\$ 22,908,215	\$ 10,460,126	\$ 12,448,089	\$ 1,555,000	\$ 1,676,634	\$ 3,231,634	3.85
2014	19,996,964	10,730,310	9,266,654	1,455,000	1,454,062	2,909,062	3.19
2015	19,133,751	10,860,381	8,273,370	1,630,000	1,367,074	2,997,074	2.76
2016	16,769,010	10,955,394	5,813,616	1,685,000	1,301,145	2,986,145	1.95
2017	18,717,047	11,977,373	6,739,674	1,755,000	1,232,816	2,987,816	2.26
2018	21,537,742	12,618,522	8,919,220	1,825,000	1,161,688	2,986,688	2.99
2019	27,118,081	13,346,057	13,772,024	1,890,000	1,087,826	2,977,826	4.62
2020	23,939,392	14,798,151	9,141,241	1,965,000	1,011,231	2,976,231	3.07
2021	22,776,199	21,116,633	1,659,566	2,050,000	958,688	3,008,688	0.55
2022	24,952,968	17,717,090	7,235,878	2,155,000	856,188	3,011,188	2.40

- (1) Total revenues, including interest.
- (2) Total operating expenses exclusive of depreciation.
- (3) Includes principal and interest of revenue bonds only. It does not include the other debt reported in the refuse and sewer funds.
- (4) Total revenues, including interest and capital contributed by developers. The amount contributed by developers is available for payment of annual debt service and is therefore included in gross revenue for the purposes of this schedule.

Note: This schedule does not represent legal bond covenants.

**CITY OF CLOVIS
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	City Population	% Change	City Unemployment Rate	Fresno County Population	City Population as % of County Population	Fresno County Unemployment Rate	City Median Income
2013	99,983	1.39	10.00	952,166	10.50	12.30	59,627
2014	102,188	2.21	8.50	964,040	10.60	10.40	65,095
2015	104,339	2.10	7.50	972,297	10.73	9.30	62,863
2016	108,039	3.55	7.20	984,541	10.97	9.30	62,863
2017	110,762	2.52	5.80	995,975	11.12	8.10	65,976
2018	113,883	2.82	4.40	1,007,229	11.31	7.60	78,146
2019	117,003	2.74	4.10	1,018,241	11.49	7.00	74,432
2020	119,175	1.86	12.10	1,023,358	11.65	14.60	89,398
2021	121,834	2.23	6.40	1,026,681	11.79	9.30	84,119
2022	123,665	1.50	3.40	1,011,273	12.23	5.70	84,837

Sources: County of Fresno
Labor market Info EDD
United States Census
California Department of Finance

Note: Per capita income and total personal income information not available.

**CITY OF CLOVIS
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO**

Employer	2022			2013		
	Number of Employees	Rank	Percent of Total Employment*	Number of Employees		Percent of Total Employment*
Clovis Unified School District	5,196	1	8.90%	5,300	1	12.05%
Clovis Community Hospital	3,074	2	5.26%	1,338	2	3.04%
County of Fresno	1,402	3	2.40%			
Wal-Mart	750	4	1.28%	672	6	1.53%
City of Clovis	702	5	1.20%	689	5	1.57%
Wawona Frozen Foods	590	6	1.01%	915	4	2.08%
Anlin Industries	583	7	1.00%	202	10	0.46%
Gen Cal Builders	500	8	0.86%			
Target	459	9	0.79%	405	7	0.92%
Costco	423	10	0.72%	227	9	0.52%
Pelco				1,102	3	2.50%
Savemart				250	8	0.57%

* "Total Employment" as used above represents the total employment of all employers located within City limits based on a projection for June 2022.

Source: Employment Development Department or employer provided

**CITY OF CLOVIS
FULL-TIME CITY EMPLOYEES
LAST TEN FISCAL YEARS**

<u>Function</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<u>Governmental Activities</u>										
General Government	39.050	43.150	41.850	43.850	44.850	46.850	46.650	47.100	47.100	48.100
Public Safety										
Police	152.000	156.000	163.000	168.000	175.000	175.000	176.000	179.000	180.000	180.000
Fire	66.000	66.000	66.000	66.000	67.000	67.000	67.000	67.000	73.000	73.000
Transportation	14.800	14.800	14.950	13.950	14.000	14.040	14.140	16.140	16.140	17.190
Community Development	0.500	0.400	1.000	1.000	1.000	1.000	0.850	0.850	0.850	0.850
Culture & Recreation	23.100	24.700	24.200	26.000	25.750	26.630	26.630	26.680	27.680	27.930
Internal Service	26.525	27.525	29.225	30.225	31.225	31.235	30.435	32.835	32.835	32.885
Total Governmental Activities	321.975	332.575	339.225	349.025	358.825	361.755	361.705	369.605	377.605	379.955
<u>Business-Type Activities</u>										
Refuse	41.860	42.560	44.310	44.310	43.960	45.060	49.060	51.160	51.410	55.710
Sewer	11.250	11.250	11.250	11.250	11.250	12.230	12.780	13.030	13.280	13.480
Water	34.600	34.300	34.300	35.300	36.850	37.890	39.040	40.040	41.540	43.190
Street Cleaning	4.790	4.790	6.790	6.790	6.790	6.740	6.740	6.740	6.740	6.240
Transit	22.525	22.525	24.125	25.325	25.325	25.325	25.325	25.425	27.425	27.425
Planning & Dev Services	37.000	43.000	45.000	45.000	45.000	47.000	53.350	56.000	55.000	61.000
Total Business-Type Activities	152.025	158.425	165.775	167.975	169.175	174.245	186.295	192.395	195.395	207.045
Total Full-Time Employees	474.000	491.000	505.000	517.000	528.000	536.000	548.000	562.000	573.000	587.000

Source: City of Clovis - Adopted Budgets, Authorized Positions

Notes: Decimals represent the portions of employees performing duties in two or more functions.

Internal Service Functions have been included in Governmental Activities.

AGENDA ITEM NO. 11.

**CITY OF CLOVIS
CAPITAL ASSET STATISTICS
BY FUNCTION
LAST TEN FISCAL YEARS**

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire stations	5	5	5	5	5	5	5	5	5	5
Public utilities:										
Streets (miles)	369	380	384	391	410	415	419	421	427	431
Streetlights	9,587	10,308	10,461	10,479	11,022	11,088	11,692	11,702	11,700	12,023
Cultural and recreation:										
Parks	58	59	62	63	64	66	67	69	72	79
Community centers	1	1	1	1	1	1	1	1	1	1
Water:										
Water mains (miles)	490	499	508	514	521	535	546	555	573	585
Sewer										
Sanitary sewers (miles)	361	367	373	379	385	396	405	413	426	432

Source: City of Clovis

**CITY OF CLOVIS
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police:										
911 calls to dispatch*	-	-	-	-	-	-	-	-	181,916	183,782
Number of crimes reported*	-	-	-	18,446	18,034	16,856	16,135	15,417	17,580	17,042
Public and Officer initiated calls for service	76,308	75,266	77,580	84,909	84,697	81,492	80,616	80,023	79,097	76,103
Fire:										
Number of emergency calls	9,958	8,290	10,098	10,069	9,661	9,974	10,399	10,662	10,274	10,772
Parks and recreation:										
Number of recreation classes	94	95	119	130	138	151	169	18	40	58
Number of facility rentals	13	13	32	32	32	48	68	25	20	35
Water:										
New connections	793	779	636	837	936	1,067	1,068	855	1,193	610
Average daily consumption (thousands of gallons)	23,917	23,840	20,684	16,883	19,083	20,849	19,929	21,682	22,939	22,944
Sewer:										
New connections	667	721	639	509	801	1,170	1,037	830	902	650
Average daily sewage treatment (thousands of gallons)	6,914	6,949	6,862	6,543	6,776	6,928	7,618	7,630	7,886	7,914

* Prior Fiscal Year information unavailable.

Source: City of Clovis

**CITY OF CLOVIS
BUILDING PERMIT VALUATIONS
LAST TEN YEARS**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Valuation (in Thousands) *										
Residential	\$ 129,013	\$ 212,867	\$ 232,729	\$ 193,461	\$ 265,411	\$ 322,495	\$ 236,922	\$ 303,533	\$ 357,447	\$ 219,256
Non-residential	40,709	27,434	18,558	40,127	44,613	31,892	111,915	82,164	32,095	33,580
Total	\$ 169,722	\$ 240,301	\$ 251,287	\$ 233,588	\$ 310,024	\$ 354,387	\$ 348,837	\$ 385,697	\$ 389,542	\$ 252,836

New Dwelling Units *										
Single Family	522	703	794	697	925	1,046	848	884	1,148	531
Multiple Family	23	189	117	0	58	304	0	228	90	328
Total	545	892	911	697	983	1,350	848	1,112	1,238	859

* Prior Fiscal Year information updated to properly reflect historical quantities and values.

Source: City of Clovis Building Department

CITY OF CLOVIS
MISCELLANEOUS STATISTICS
June 30, 2022

Date of Incorporation	February 27, 1912
Form of Government	Council/Manager
Number of Employees (full-time and part-time)	702
Area (square miles)	25.98
Miles of Streets	431
Number of Street Lights	12,023
Fire Protection:	
Number of Stations	5
Number of Firefighters and Officers	70
Police Protection:	
Number of Police Officers and Other Sworn Personnel	109
Water Department:	
Number of Water Services	39,550
Miles of Water Mains	585
Sewers:	
Miles of Sanitary Sewers	432

Source: City of Clovis Authorized Budget for Fiscal Year 2021/2022

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Clovis, California (the "City") as of and for the year ended June 30, 2022, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 14, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

To the Honorable Mayor and Members of City Council
of the City of Clovis
Clovis, California
Page 2

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The PwC Group, LLP

San Diego, California
November 14, 2022

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM,
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE,
AND ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Independent Auditors' Report

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

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Clovis, California's (the "City") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2022. The City's major federal programs are identified in the summary of the auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

To the Honorable Mayor and Members of City Council
of the City of Clovis
Clovis, California
Page 3

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2022, and the related notes to the financial statements, and have issued our report thereon dated November 14, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming our opinions on the City's financial statements. The accompanying Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



San Diego, California
November 14, 2022

City of Clovis
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Housing and Urban Development			
<i>Direct Program:</i>			
CDBG Entitlement Grants Cluster:			
Community Development Block Grant-Entitlement	14.218	B-18-MC-06-0062	\$ 218
Community Development Block Grant-Entitlement	14.218	B-19-MC-06-0062	62,845
Community Development Block Grant-Entitlement	14.218	B-20-MC-06-0062	13,507
Community Development Block Grant-Entitlement	14.218	B-21-MC-06-0062	358,432
CDBG Entitlement Grants Cluster			<u>435,002</u>
Total U.S. Department of Housing and Urban Development			<u>435,002</u>
U.S. Department of Justice			
<i>Direct Programs:</i>			
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-1225	31,000
Justice Assistance Grant Program	16.738	15PBJA-21-GG-01213-JABX	17,709
Total U.S. Department of Justice			<u>48,709</u>
U.S. Department of Transportation			
<i>Passed-Through California State Department of Transportation:</i>			
Highway Planning and Construction Cluster:			
Highway Planning and Construction	20.205	06-5208	3,059,687
Highway Planning and Construction Cluster			<u>3,059,687</u>
<i>Passed-Through California Office of Traffic Safety:</i>			
Highway Safety Cluster:			
State and Community Highway Safety	20.600	PT21020	7,783
State and Community Highway Safety	20.600	PT22009	18,577
State and Community Highway Safety Subtotal			<u>26,360</u>
Traffic Records Improvement Project	20.616	TR21008	1,109
Highway Safety Cluster Total			<u>27,469</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT21020	14,728
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	PT22009	31,252
Minimum Penalties for Repeat Offenders for Driving While Intoxicated Total			<u>45,980</u>
Total U.S. Department of Transportation			<u>3,133,136</u>
U.S. Department of Treasury			
<i>Direct Programs:</i>			
Coronavirus State and Local Fiscal Recovery Funds	21.027	n/a	8,645,588
<i>Passed-Through State Water Resources Control Board:</i>			
Coronavirus State and Local Fiscal Recovery Funds	21.027	21.027	873,506
Coronavirus State and Local Fiscal Recovery Funds Total			<u>9,519,094</u>
Total U.S. Department of Treasury			<u>9,519,094</u>
U.S. Department of Homeland Security			
<i>Direct Programs:</i>			
Assistance to Firefighters	97.044	EMW-2019-FG-06451	95,739
Staffing for Adequate Fire and Emergency Response	97.083	EMW-2019-FF-00250	1,347,391
<i>Passed-Through California State Office of Emergency Services</i>			
Public Assistance Grants	97.036	FEMA-4482-DR-CA, Cal OES ID: 019-14218	144,147
<i>Passed-Through County of Fresno:</i>			
State Homeland Security Program (SHSP)	97.067	97.067	12,278
State Homeland Security Program (SHSP)	97.067	97.067	31,000
State Homeland Security Program Total			<u>43,278</u>
Total U.S. Department of Homeland Security			<u>1,630,555</u>
Total Expenditures of Federal Awards			<u>\$ 14,766,496</u>

City of Clovis
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Note 1 – Reporting Entity

The financial reporting entity consists of (a) the primary government, City of Clovis, California (the “City”), (b) organizations for which the primary government is financially accountable, including the Clovis Community Development Agency (dissolved on February 1, 2012 and established a Successor Agency, which is reported as a private-purpose trust fund in the City’s financial statements), Clovis Municipal Development Corporation, and Clovis Public Financing Authority, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

Note 2 – Basis of Presentation

The accompanying Schedule presents the activity of all federal financial assistance programs of the City. Federal financial assistance received directly from federal agencies as well as federal financial assistance passed through the State of California, County of Fresno, and/or City of Fresno is included in the Schedule. The Schedule was presented only from the accounts of various grant programs and, therefore, does not present the financial position or results of operations of the City.

Note 3 – Summary of Significant Accounting Policies

Funds received under the various grant programs have been recorded within governmental fund types of the City. The City utilizes the modified accrual method of accounting for the governmental fund type. The accompanying Schedule of Expenditures of Federal Awards (“Schedule”) has been prepared on the modified accrual basis of accounting and is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”). Therefore, some amounts presented in the schedule may differ from amounts presented in, or used in, the preparation of the City’s basic financial statements.

Note 4 – Subrecipients

The City did not provide any amounts to subrecipients during the fiscal year ended June 30, 2022.

Note 5 – Indirect Cost Rate

The City did not elect to use the 10-percent de minimis indirect rate as allowed under the Uniform Guidance.

Note 6 – Contingencies

Under the terms of federal and state grants, additional audits may be requested by the grantor agencies and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to a request for reimbursement to the grantor agencies.

City of Clovis
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

SECTION I – SUMMARY OF AUDIT RESULTS

Financial Statements

Type of report the auditors issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None Reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None Reported

Type of auditor’s report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in Accordance with 2 CFR 200.516(a)? No

Identification of major programs:

Name of Federal Program or Cluster	Federal Assistance Listing Number	Federal Expenditures
Major Programs:		
Coronavirus State and Local Fiscal Recovery Funds	21.027	\$ 9,519,094
Staffing for Adequate Fire and Emergency Response	97.083	1,347,391
Total Major Program Expenditures		\$ 10,866,485
Total Expenditures of Federal Awards		\$ 14,766,496
Percentage of Total Expenditures of Federal Awards		73.59%

Dollar threshold used to distinguish between type A and type B programs \$750,000

Auditee qualified as low-risk auditee in accordance with 2 CFR 200.520? No

City of Clovis
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS

A. Current Year Financial Statement Findings

No financial statement findings were noted for the year ended June 30, 2022.

B. Prior Year Financial Statement Findings

No financial statement findings were noted for the year ended June 30, 2021.

City of Clovis
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2022

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

A. Current Year Findings and Questioned Costs – Major Federal Award Program Audit

No findings or questioned costs were noted on major federal award programs for the year ended June 30, 2022.

B. Prior Year Findings and Questioned Costs – Major Federal Award Program Audit

Finding 2021-001 Special Tests and Provisions – Internal Control and Compliance over Rehabilitation

Information on the Federal Program:

Federal Catalog Number:	14.218
Federal Program Name:	CDBG - Entitlement Grants Cluster
Federal Agency:	Department of Housing and Urban Development
Pass-Through Entity:	N/A
Federal Award Number and Award Year:	B-14-MC-06-0062 – FY 14-15; B-15-MC-06-0062 – FY 15-16 B-16-MC-06-0062 – FY 16-17; B-17-MC-06-0062 – FY 17-18 B-18-MC-06-0062 – FY 18-19; B-19-MC-06-0062 – FY 19-20 B-19-MW-06-0062 – FY 19-20; B-20-MC-06-0062 – FY 20-21 B-20-MW-06-0062 – FY 20-21

Criteria:

Per the 2021 OMB Compliance Supplement, Part 4 - CDBG - Entitlement Grants Cluster, Special Tests and Provisions – Rehabilitation, “When CDBG funds are used for rehabilitation, the grantee must ensure that the work is properly completed (24 CFR section 570.506).”

2 CFR section 570.506 Records to be maintained, states “Each recipient shall establish and maintain sufficient records to enable the Secretary to determine whether the recipient has met the requirements of this part. At a minimum, the following records are needed:

(h) Financial records, in accordance with the applicable requirements listed in § 570.502, including source documentation for entities not subject to 2 CFR part 200. Grantees shall maintain evidence to support how the CDBG funds provided to such entities are expended. Such documentation must include, to the extent applicable, invoices, schedules containing comparisons of budgeted amounts and actual expenditures, construction progress schedules signed by appropriate parties (e.g., general contractor and/or a project architect), and/or other documentation appropriate to the nature of the activity. Grantee records pertaining to obligations, expenditures, and drawdowns must be able to relate financial transactions to either a specific origin year grant or to program income received during a specific program year.

Condition:

During our audit of the CDBG - Entitlement Grants Cluster, we noted six out of six rehabilitation samples selected for testing were missing required information needed to determine if the rehabilitation work is properly completed. Six out of the six samples were missing the rehabilitation contract used to determine that the deficiencies noted in the pre-rehabilitation inspection were included in the work to be completed. Five out of the six samples were missing the final inspection documenting that the grantee inspected the rehabilitation work upon completion to assure that it is carried out in accordance with contract specifications.

Cause:

The City did not keep adequate files with one or more of the documents missing that are being requested; i.e. pre-rehabilitation inspection or scope of work write ups noting deficiencies to be corrected, rehabilitation contracts that incorporated the deficiencies to be corrected, and final inspection reports.

City of Clovis
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2022

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS (Continued)

B. Prior Year Findings and Questioned Costs – Major Federal Award Program Audit (Continued)

Finding 2021-001 Special Tests and Provisions – Internal Control and Compliance over Rehabilitation (Continued)

Effect or Potential Effect:

Without proper documentation, the auditor was unable to determine if the rehabilitation work was properly completed.

Questioned Costs:

None.

Context:

We selected six out of 36 rehabilitation projects for the CDBG - Entitlement Grants Cluster for testing.

Identification as a Repeat Finding, if Applicable:

Not applicable.

Recommendation:

We recommend the City enhance the internal control procedures to ensure the required Rehabilitation records are maintained to determine if the rehabilitation work was properly completed.

View of Responsible Officials:

The City concurs with the auditor's finding. The City's Finance Department has implemented procedures to maintain proper record keeping for the program. There is a new Housing Program Manager at the City and the files and record keeping are currently administered in strict adherence to CDBG and HUD program regulations and follows the general sequence below:

1. City manages an interest list and accepts rehabilitation applications when funding is available, on a first-come-first-served basis.
2. City staff reviews application for eligibility and forwards accepted applications to construction inspector (in this case it was Habitat for Humanity) for inspection and work write up.
3. Dependent on the inspection, construction inspector may recommend applicant for funding, or identify applicants that are not qualified due to scope of work being ineligible.
4. City staff, construction inspector, and homeowner review, approve and sign Scope of Work for file.
5. City works with applicant to obtain bids.
6. Applicant advises City which contractor they are selecting.
7. City drafts Rehabilitation Contract between City and Applicant, forwards to Applicant for signatures, signs and submits to construction inspector and to file.
8. Construction inspector and applicant oversee construction work.
9. After completion, construction inspector and applicant have a final inspection of finished work, and both sign off on Certification of Final Inspection and Statement of Satisfaction (for file). Or a punch list is prepared if additional work is needed.
10. City administers all invoicing and payments.
11. File is closed, construction inspector provides closed file, including pictures and correspondence, to City for records retention.

City of Clovis
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2022

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS (Continued)

B. Prior Year Findings and Questioned Costs – Major Federal Award Program Audit (Continued)

Finding 2021-001 Special Tests and Provisions – Internal Control and Compliance over Rehabilitation (Continued)

Status:

Implemented.

**REPORT ON COMPLIANCE AND OTHER MATTERS
AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF THE FINANCIAL
STATEMENTS IN RELATION TO THE LOCAL TRANSPORTATION PURPOSE FUNDS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Clovis, California (the "City"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 14, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, including the requirements of the California Public Utilities Code Section 142257 regulations as it applies to Local Transportation Purpose Funds noncompliance, with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with such provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported herein under the California Public Utilities Code Section 142257 regulations as applies to Local Transportation Purpose Funds and *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



San Diego, California
November 14, 2022

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

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

We have performed the procedures enumerated below to the accompanying Appropriations Limit Schedule of the City of Clovis, California (City) for the year ended June 30, 2022. The management of the City is responsible for the Appropriations Limit Schedule.

The City has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of meeting the requirements set forth in Section 1.5 of Article XIII-B of the California Constitution. These procedures, which were suggested by the League of California Cities and presented in the publication entitled *Agreed-upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII-B of the California Constitution*, were performed solely to assist you in meeting the requirements. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and the associated findings are as follows:

1. We obtained the completed worksheets and compared the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors included in those worksheets to the limit and annual adjustment factors that were adopted by resolution of the City Council. We also compared the population and inflation options included in the aforementioned worksheet to those that were selected by a recorded vote of the City Council.

Finding: No exceptions were noted as a result of our procedures.

2. For the accompanying Appropriations Limit Schedule, we added the last year's limit to the total adjustments, and agreed the resulting amount to this year's limit.

Finding: No exceptions were noted as a result of our procedures.

3. We compared the current year information presented in the accompanying Appropriations Limit Schedule to corresponding information in worksheets used by the City.

Finding: No exceptions were noted as a result of our procedures.

4. We compared the prior year appropriations limit presented in the accompanying Appropriations Limit Schedule to the prior year appropriations limit adopted by the City Council for the prior year.

Finding: No exceptions were noted as a result of our procedures.

To the Honorable Mayor and Members of the City Council
of the City of Clovis
Clovis, California
Page 2

We were engaged by the City to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and did not, conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the accompanying Appropriation Limit Schedule. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the City Council and management of the City and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

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

San Diego, California
November 14, 2022

City of Clovis
Appropriations Limit Schedule
For the Year Ended June 30, 2022

	<u>Amount</u>	<u>Source</u>
A. Appropriations Limit FY 2021	\$ 324,202,251	Prior year
B. Calculation Factors:		
1) Population increase %	1.0260	State Department of Finance
2) Inflation increase %	1.0573	State Department of Finance
3) Total adjustment %	<u>1.0848</u>	(B1*B2)
C. Annual Adjustment Increase	27,489,044	[A*(B3-1)]
D. Other Adjustments:		
1) Loss responsibility (-)	-	N/A
2) Transfer to private (-)	-	N/A
3) Transfer to fees (-)	-	N/A
4) Assumed responsibility (+)	-	N/A
E. Total Adjustments	<u>27,489,044</u>	(C+D)
F. Appropriations Limit FY 2022	<u><u>\$ 351,691,295</u></u>	(A+E)

City of Clovis
Notes to Appropriations Limit Schedule
For the Year Ended June 30, 2022

Note 1 – Purpose of Limited Procedures Review

Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), California governmental agencies are restricted as to the amount of annual appropriations from proceeds of taxes. Effective for years beginning on or after July 1, 1990, under Section 1.5 of Article XIII B, the annual calculation of the appropriations limit is subject to a limited procedures review in connection with the annual audit.

Note 2 – Method of Calculation

Under Section 10.5 of Article XIII B, for fiscal years beginning on or after July 1, 1990, the appropriations limit is required to be calculated based on the limit for the fiscal year 1986-87, adjusted for the inflation and population factors discussed in Notes 3 and 4 below.

Note 3 – Population Factors

A California governmental agency may use as its population factor either the annual percentage change of the jurisdiction's own population or the annual percentage change in population of the county where the jurisdiction is located. The factor adopted by the City for fiscal year 2022 represents the annual percentage change in population for the City.

Note 4 – Inflation Factors

A California governmental agency may use as its inflation factor either the annual percentage change in the 4th quarter per capita personal income (which percentage is supplied by the State Department of Finance) or the percentage change in the local assessment roll from the preceding year due to the change of local nonresidential construction. The factor adopted by the City for fiscal year 2022 represents the annual percentage change in per capita personal income.

Note 5 – Other Adjustments

A California government agency may be required to adjust its appropriations limit when certain events occur, such as the transfer of responsibility for municipal services to, or from, another government agency or private entity. The City had no such adjustments for fiscal year 2022.

November 14, 2022

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Clovis (the “City”) for the year ended June 30, 2022, and have issued our report thereon dated November 14, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the scope and timing of our audit. We have communicated such information in our letter to you dated June 21, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the basic financial statements.

New Accounting Standards

- In June 2018, GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period* (GASB Statement No. 89), to (1) enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) simplify accounting for interest cost incurred before the end of a construction period. This statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Implementation of this Statement did not have a significant effect on the City’s financial reporting for 2022.
- In January 2020, GASB issued Statement No. 92, *Omnibus 2020*. The primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. Implementation of this Statement did not have a significant effect on the City’s financial reporting for 2022.

Attachment 2

To the Honorable Mayor and Members of the City Council
of the City of Clovis
Clovis, California
Page 2

- In March 2020, GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. Some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. The objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR. Implementation of this Statement did not have a significant effect on the City’s financial reporting for 2022.
- In June 2020, GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32*. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. Implementation of this Statement did not have a significant effect on the City’s financial reporting for 2022.

We noted no other new accounting policies were adopted and the application of existing policies was not changed during 2022. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management’s knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

The most sensitive estimates affecting the City’s financial statements were:

- Investments valuation
- Depreciation on capital assets
- Landfill post-closure obligation
- Claims payable
- Net pension liability

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

Note I - Summary of Significant Accounting Policies
Note II – Reconciliation of Government-Wide and Fund Financial Statements
Note IV – Detailed Notes on All Funds

To the Honorable Mayor and Members of the City Council
of the City of Clovis
Clovis, California
Page 3

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 14, 2022.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the MD&A, Budgetary Comparison Schedules for General Fund and Major Special Revenue Funds, the Schedule of Changes in Net Pension Liability and Related Ratios for CalPERS, and the Schedule of Pension Contributions for CalPERS, which are RSI that supplement the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

To the Honorable Mayor and Members of the City Council
of the City of Clovis
Clovis, California
Page 4

We were engaged to report on the Combining and Individual Fund Financial Statements and the Budgetary Comparison Schedules, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the Introductory and Statistical Sections, which accompany the financial statements but are not RSI. We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of the City Council and management of the City and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

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

San Diego, California



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Planning and Development Services

DATE: December 19, 2022

SUBJECT: Consider Approval - Modifications to the 10-day public notice procedures for land use and planning projects from Planning and Development Services.

Staff: Dave Merchen, City Planner
Recommendation: Approve

ATTACHMENTS: 1. Example Public Notice

CONFLICT OF INTEREST

None.

RECOMMENDATION

Staff is recommending the City Council approve modifications to the 10-day public notice procedures for land use and planning projects from Planning and Development Services.

EXECUTIVE SUMMARY

During a City Council meeting in November, several members of the public that were present to speak on an item noted that they had not received notice that their item would be considered until a few days before the meeting. Similar comments have been made by the public for other unrelated items in the past. These matters generally involve a ten-day public notice. Staff has reviewed the applicable noticing procedures and is recommending two adjustments to ensure that notices are mailed earlier and with less opportunity for delay in the delivery.

BACKGROUND

Most public hearings for land use applications and permits in the City of Clovis require that a public notice be published in The Business Journal and mailed to surrounding property owners at least 10 days before the item will be considered. The internal procedure implemented in the Planning and Development Services Department includes mailing the required notices approximately 14 days before the meeting in most cases. An example of a public notice that was mailed to surrounding property owners (for a City Fire Station project) is included as Attachment 1.

Staff, the Planning Commission, and the City Council have occasionally heard from neighboring property owners that they did not receive a notice until a few days before the meeting. This can be attributed to a couple of factors. First, notices mailed on a Friday may be delayed entering the system over the weekend because the third-party courier company used by the City for its mail service may have a delay in handling the items, particularly if the items are picked up on a Friday afternoon. Second, many property owners only retrieve their mail once every several days, creating the perception that they have only received a couple of days' notice even if the notice was delivered to their mailbox 10 or more days before the meeting.

To ensure that notices are mailed earlier, and with the intent of avoiding delays in delivery of the notices, staff has made two adjustments to its internal procedures for 10-day notices as follows:

- Notices will be completed and mailed at least 17 days prior to the date of the public hearing.
- Where the standard noticing timeline would include mailing a notice on a Friday, staff will move the timeline up to mail the notice a day earlier, on Thursday.

On average, the adjustments outlined above should allow delivery of notices into mailboxes approximately 14 days before public hearings on a consistent basis. Staff will continue to monitor feedback from the public regarding public notice procedures and report back to the Council if it appears that additional adjustments may be needed.

State law requires that notices be mailed to properties within 300 feet of the subject property. Based on past direction from the Council and historic practice in the Planning and Development Services Department, an expanded notification radius is utilized for some applications that are more complex or involve changes to plans or policies. The following radius criteria are used for preparing property owner notification lists:

- | | |
|--|----------|
| ▪ General Plan and Specific Plan Amendments | 800 Feet |
| ▪ Rezonings and Tract Maps | 600 Feet |
| ▪ City Projects or Projects on City Land | 600 Feet |
| ▪ Conditional Use Permits and Variances | 300 Feet |
| ▪ Administrative Use Permits & Parcel Maps (staff level) | 300 Feet |

FISCAL IMPACT

None.

REASON FOR RECOMMENDATION

During a City Council meeting in November, several members of the public noted that they had not received notice that a public hearing regarding a project they wished to speak on would be held until a few days before the meeting. Similar comments have been made by the public for other items in the past. Staff is recommending the City Council approve modifications to the 10-day public notice procedures for land use and planning projects from Planning and Development Services to ensure that residents receive public hearing notices in a timely manner.

ACTIONS FOLLOWING APPROVAL

None.

Prepared by: Dave Merchen, City Planner

Reviewed by: City Manager *JH*



CITY of CLOVIS

CITY HALL - 1033 FIFTH ST. CLOVIS, CA 93612

CURRENT RESIDENT
5050 MAIN STREET
CLOVIS CA 93611

Clovis City Council
MONDAY
NOVEMBER 15, 2021
6:00 PM
City Council Chambers

Front of Postcard Notice



Questions regarding these items should be directed to Lily Cha, MPA, Associate Planner at (559) 324-2335, email at llyc@cityofclovis.com. If you would like to view the City Council Agenda and Staff Reports, please visit the City of Clovis Website at www.cityofclovis.com. Select "City Council Agendas" from right side of the main page under "Frequently Visited." Reports will be available approximately 72 hours prior to the meeting time.

LOCATION MAP



NOTICE OF PUBLIC HEARING

Clovis City Council

NOTICE IS HEREBY GIVEN that on **Monday, November 15, 2021, at 6:00 p.m.**, a public hearing will be conducted in the Council Chamber of the Clovis Civic Center, 1033 Fifth Street, Clovis, CA 93612. The Clovis City Council will consider the following item:

Consider items associated with properties located at 2300 Minnewawa Avenue. City of Clovis, property owner/ applicant.

- d) **GPA2021-004**, A request to amend the General Plan to re-designate approximately 0.85 acre of property from the General Commercial classification to the Public/ Quasi Public Facilities classification.
- e) **R2021-008**, A request to rezone approximately 0.34 acre of property from the C-2 (Community Commercial) Zone District to the P-F (Public Facilities) Zone District.
- f) **SPR2021-008**, A request to approve the site layout and design for Fire Station 2.

The City of Clovis Planning Commission considered this project at its October 28, 2021 regular meeting at which time the Planning Commission adopted resolutions recommending approval of this item.

The City has determined that Project Item No. 1 is exempt from CEQA pursuant to Public Resources Code Section 15061(b)(3) which provides that CEQA applies only to projects that have the potential for causing a significant effect on the environment, and Public Resources Code Section 15302(b) for replacement or Reconstruction. A notice of Exemption has been completed during the preliminary review and is kept for public review with the project file during the processing of the project application. A Notice of Exemption has been completed during the preliminary review, and is kept for public review with the project file during the processing of the project application. Staff will file the notice with the County Clerk if the project is approved.

All interested parties are invited to comment in writing to the Planning Division by no later than 4:00 p.m. on November 15, 2021, and/or to appear at the hearing described above to present testimony in regard to the above listed request. Questions regarding this item should be directed to Dave Merchen, City Planner at (559) 324-2346 or email at davidm@cityofclovis.com.

If you would like to view the City Council Agenda and Staff Reports, please visit the City of Clovis Website at www.cityofclovis.com. Select "City Council Agendas" from right side of the main page under "Frequently Visited." Reports will be available approximately 72 hours prior to the meeting time.

If you challenge a project in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or in written correspondence delivered to the City at, or prior to, the public hearing.

Renee Mathis, Planning and Development Services Director
PUBLISH: Wednesday, November 3, 2021, *The Business Journal*

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CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council
 FROM: Administration
 DATE: December 19, 2022
 SUBJECT: Consider Approval – Various City Council Committee Appointments.

Staff: John Holt, City Manager

Recommendation: Approve

ATTACHMENTS: 1. City Council Committee Appointment List

CONFLICT OF INTEREST

None.

RECOMMENDATION

That the City Council consider appointments to the City Council committee assignments to distribute and fill vacancies.

EXECUTIVE SUMMARY

Because of the reorganization of the City Council and departure of two council members, committee appointments are needed by the current Mayor in the restructuring of the committees.

BACKGROUND

There are a number of Council committee appointments that are periodically made by the Mayor and reviewed from time to time. There are several vacancies created by the reorganization of the City Council. Please see Attachment 1 which is a list of the committee appointments highlighted in yellow that need to be reappointed. The purpose and description of these committees are also provided.

REASON FOR RECOMMENDATION

Various appointments to committees need to be reviewed from time to time and when vacancies occur. Appointments should be made in a timely fashion to allow for continuity of representation on all committees.

ACTIONS FOLLOWING APPROVAL

Staff will notify the appropriate agencies of such appointments and take whatever further actions are needed, as directed by the Mayor and City Council.

Prepared by: Rebecca Simonian, Executive Assistant

Reviewed by: City Manager RS



CITY COUNCIL COMMITTEE APPOINTMENTS

[Updated 11/15/22]

All appointments listed below, except those showing expiration dates, remain current until replaced by another appointment.

California Identification System (“CAL-ID”). The California Dept. of Justice created this committee regarding the fingerprinting process. The Fresno County Committee meets every 3 months on Fridays at 10:00 a.m. at the Clovis Police Department’s Public Safety Community Room. ONLY THE CAL-ID Board can make the Board appointment to this committee – Not the City Council. Contact person is Valerie Mull of the Sheriff’s Dept., 600-8130 – Email: Valerie.Mull@fresnosheriff.org.

Member: Lynne Ashbeck (May 2017 – Current)

Alternate: Vong Mouanoutoua (May 2017 – Current)

City Selection Committee. Makes various appointments to Countywide Boards such as LAFCO, Fresno Visitor and Convention Bureau, etc. Representative is Mayor or appointed by Mayor for a two-year term. Meets on an as-needed basis. Contact is Bernice Seidel, Clerk, Board of Supervisors, 600-3529 #4. Email: bseidel@co.fresno.ca.us.

Member: Jose Flores (May 2021 – November 2022)

Alternate: Lynne Ashbeck (May 2021 – November 2022)

Consolidated Mosquito Abatement District. Appointed as City representative to the Mosquito Abatement District. Recommended by Mayor with vote of City Council. Must live in the City of Clovis and in the Consolidated Mosquito Abatement District area. New members appointed to a first term of two years; consecutive re-appointments may be for two or four years. Meets the 3rd Monday of the month at 1:00 p.m. at the Consolidated Mosquito Abatement District Office, 13151 E. Industrial Dr., Parlier, CA. Contact person is Steve Mulligan, 896-1085.

City Representative: Jennifer Willems (Sept. 2021 - Dec. 31, 2024)

Council of Fresno County Governments (COG). A voluntary association comprised of local governments. Metropolitan planning agency for coordinating regional transportation planning and release of federal and state funds. The major role is to foster intergovernmental communication and coordination with an emphasis on transportation. Representative is Mayor or appointed by Mayor. Meets the last Thursday of each month at 5:30 p.m. at 2035 Tulare Street, Ste. 201, Fresno. There are no meetings in August or December unless needed. Contact person is Denise Flores, 233-4148 #222. Email: dflores@fresnocog.org.

Member: Jose Flores (May 2021 – November 2022)

Alternate: Lynne Ashbeck (May 2021 – November 2022)

Economic Development Corporation Serving Fresno County. Member of Board of Directors for private, non-profit marketing organization designated to attract businesses and industry to Fresno County and its cities, comprised of local representatives from both the private and public

sector. City of Clovis is the founding member and has one seat on the Board. Appointed by City Council for an open-ended term. Appointment must be non-elected official. Meets on the last Wednesday of every other month at 7:30 a.m. Contact person is Lee Ann Eager, 476-2513, or her assistant Meritt Pacini (mpacini@fresnoedc.com).

Member: Andrew Haussler (July 2015 – Current)

Alternate: Chad McCollum (November 2022 – Current)

Fresno/Clovis Convention & Visitors Bureau Board of Directors. Promotion of tourism and convention business in the Fresno County region. Appointed by the City Selection Committee. They normally meet at noon on a Thursday at various locations during January, March, May, September, and November. The contact person is Lisa Oliveira, CEO, 981-5510.

Member: Shawn Miller – (May 2009 - Current)

Fresno/Clovis Media Authority. The Board meets quarterly at the 5:30 p.m. at the Community Media Access Collaborative (CMAC) at 1555 Van Ness Ave., Fresno, CA 93721. The Mayor appoints two Clovis representatives. Contact person is Chad McCollum, 324-2436.

Member: Shannon Babb (2017 – Current)

Member: Micheline Golden (2019 – Current)

Fresno County Regional Transportation Mitigation Fee Agency. This committee meets on an as-needed basis after COG meetings to discuss Policy. Representative is Mayor or appointed by Mayor. Meeting at 2035 Tulare Street, Ste. 201, Fresno. Contact person is Denise Flores, 233-4148 #222. Email: dflores@fresnocog.org.

Members: Jose Flores (May 2021 – November 2022)

Lynne Ashbeck (May 2021 – November 2022)

Fresno County Transportation Authority (FCTA) Board. This board oversees the spending of Measure C Sales Tax County-wide on transportation issues funded by the plan. Appointed by Mayor for a two-year term. Meets on a Wednesday of every other month at 9:00 a.m. at their offices. There are no alternates – Only the City’s Member representative can attend the FCTA meetings. Contact person is Denise DiBenedetto, 600-3282. Email: Denise@thefcta.com.

Member: Lynne Ashbeck (May 2021 – May 2023)

Fresno County Transportation Authority (FCTA) Executive Committee. This committee oversees an expenditure plan to renew Measure C to be included in a future election ballot. This committee is comprised of community leaders from government and private industry. Meets monthly. Appointed by the Mayor. Contact person is Denise DiBenedetto, 600-3282.

Member: Vong Mouanoutoua (May 2020 – Current)

Fresno Metropolitan Flood Control District Board of Directors (FMFCD). City representative to Governing Board of FMFCD. Appointed by City Council for a four-year term. Meets the 2nd and 4th Wednesday of each month at 6 p.m. at the FMFCD Board Room. Contact person is Rebekah Lewis, Clerk of the Board, 456-3292, rebekahl@fresnofloodcontrol.org.

City Representative: Sargeant J. Green (August 2022 – August 2026)

Joint Subcommittee on School Issues. Ad hoc committee meets with representatives of Clovis Unified School District and Board of Trustees on matters related to school district and City facilities and operations of mutual concern. The City’s representatives are comprised of the City Manager and PDS Director, and the current Mayor and a Councilmember appointed by the Mayor for a 2-year term which meets quarterly from 12:00-1:00 p.m. Contact person is Rebecca Simonian, 324-2063. Contact person for CUSD is Lorrie Regehr, phone: 327-9105 & email: lorrieregehr@cusd.com.

Members: Jose Flores (May 2021 – November 2022)
Vong Mouanoutoua (May 2021 – November 2022)

North Kings Groundwater Sustainability Agency (NKGSA) Board of Directors. A Joint Powers Authority serving as the area’s Groundwater Sustainability Agency to fulfill the requirements of the Sustainable Ground Water Management Act. Meets the fourth Thursday of each month at 6:00 p.m. at the Fresno Irrigation District located at 2907 S. Maple Avenue in Fresno. Contact person is Lynn Rowe at FID: 233-7161 Ext. 7106. Email: Lrowe@fresnoirrigation.com.

Members: Bob Whalen (May 2021 – November 2022)
Alternate: Drew Bessinger (May 2021 – November 2022)

Personnel Commission. Appointed by Mayor with majority vote of City Council for a four-year term. Meets on an as-needed basis. Contact person is General Services Director Shonna Halterman, 324-2767.

Scott Fetterhoff (May 2022 – May 2026)
Diane Staebler (May 2020 – May 2024)
Eric Zetz (May 2022 - May 2026)
Jerry Brady (May 2019 – May 2023)
Jose “JoJo” Reyes (May 2020 – May 2024)
Thomas Klose (May 2022 – May 2026)
James Verros (May 2022 – May 2026)

Planning Commission. Appointed by Mayor with majority vote of City Council for a four-year term. Normally meets on the 4th Thursday of each month at 6:00 p.m. in the Council Chamber. Contact person is Planning and Development Services Director Renee Mathis, 324-2351.

Paul Hinkle (May 2020 – May 2024)
Alma Antuna (May 2022 – May 2026)
Michael Cunningham (May 2019 – May 2023)
Amy Hatcher (May 2022 – May 2026)
Brandon Bedsted (May 2021 – May 2025)

San Joaquin Valley Air Pollution Control District Governing Board. A vacancy on this Governing Board must be filled by a Councilmember from a “Large” city within the Fresno County, per Health & Safety Code Section 40600.5. Effective January 1, 2018, the City of Clovis was appointed the “Large” city for representation. Drew Bessinger served a 3-year term expiring

in January 2021, and in February 2021, Council member Bessinger was re-appointed by the Special City Selection Committee to serve one more 3-year term which expires in January 2024. Contact person is Michelle Franco at 230-6038 (michelle.franco@valleyair.org).

Board Member: Drew Bessinger (January 2018 – January 2024)

San Joaquin Valley Special City Selection Committee. Advisory committee which makes appointments of city representatives to the Air District’s Governing Board. Appointed by the Special City Selection Committee. This committee meets on an as-needed basis at the Fresno Regional Office, 1990 E. Gettysburg, Fresno. Drew Bessinger was appointed Chair of this committee in 2021 and remains indefinitely with no term limits. Contact person is Michelle Franco at 230-6038 (michelle.franco@valleyair.org).

Chair Member: Drew Bessinger (May 2019 – Current)

Alternate: Jose Flores (May 2019 – Current)

South San Joaquin Valley District (“SSJVD”) Policy Committee Meetings: The Policy Committees meet quarterly and are appointed by the SSJVD President. Rajveer Rakkar is the contact person: rrakkar@calcities.org.

Policy Member: Drew Bessinger – Public Safety Committee (January 2021 – Current)

~~Bob Whalen – Public Safety Committee (January 2021 – Current)~~

*Vong Mouanoutoua – Housing Community & Econ. Dev. Committee
(January 2021 – Current) (also Andy H attends)*

Upper Kings Basin Integrated Regional Water Management aka Kings Basin Water Authority. The Board meets quarterly at 9:30 a.m. at the Fresno County Farm Bureau, 1274 W. Hedges in Fresno. The Mayor is the Representative, and the Public Utilities Director and/or the Assistant Public Utilities Director is the Alternate. Contact Person is Soua Lee: 237-5567 #115, email: SLee@krcd.org.

Representative: Jose Flores (May 2021 – November 2022) – Attendance is optional.

City Rep: PUD Director Scott Redelfs & Asst. PUD Director Paul Armendariz



CITY *of* CLOVIS

REPORT TO THE CITY COUNCIL

TO: Mayor and City Council

FROM: Administration

DATE: December 19, 2022

SUBJECT: Consider Approval – 2023 Annual Schedule for City Council Meetings and Cancellation of the January 3, 2023, City Council Meeting.

Staff: John Holt, City Manager

Recommendation: Approve

ATTACHMENTS: 1. 2023 Annual Schedule for City Council Meetings

CONFLICT OF INTEREST

None.

RECOMMENDATION

For the City Council to approve the 2023 annual schedule for City Council meetings and the cancellation of the regular Council meeting scheduled for Tuesday, January 3, 2023.

EXECUTIVE SUMMARY

Pursuant to the Clovis Municipal Code section 2.1.01, the City Council meets in regular session on the first, second, and third Monday of each month, except when those Mondays occur on a recognized City holiday. If a regularly scheduled Council meeting falls on an observed holiday, the meeting is moved to the next business day. In the past, the City Council has practiced taking a month-long recess in August where only the first meeting of the month is held. The Council would then reconvene in September for its regularly scheduled meetings.

In recent years, there has been a trend where some staff and Councilmembers were not able to attend some Council meetings in the month of July rather than in August. Additionally, having the recess in July accommodates Council and Staff who have children in Clovis Unified School District (CUSD). For example, please take a look at the calendar below for July and August 2022–23 and 2023-24. In both of these years, the entire months of July are out of school. And in both years, two weeks of August are in session. Moving the recess from August to July would allow more flexibility for CUSD parents / Council / and Staff options to take time off with family. Therefore, staff is recommending that the Council consider moving the August recess to July.

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Additionally, there is a need to change the meeting schedule for the City Council in January. Staff is able to consolidate the agenda items to the second and third meetings in January, therefore staff is recommending that City Council consider canceling the meeting of January 3, 2023.

Given adequate notice, staff will be able to amend the timing of actions coming forward so that operations will not be affected by the change in the annual schedule and cancellations. Staff is recommending that City Council move the August recess to July and cancel the meeting of January 3, 2023.

FISCAL IMPACT

None.

REASON FOR RECOMMENDATION

Pursuant to the Clovis Municipal Code, the City Council meets in regular session on the first, second, and third Monday of each month, except when those Mondays occur on a recognized City holiday. The City Council needs to confirm any change to the schedule of meetings in order to properly notice the public of the City Council’s schedule of meetings.

ACTIONS FOLLOWING APPROVAL

A revised schedule of meetings will be published in conformance with law.

Prepared by: Karey Cha, City Clerk

Reviewed by: City Manager *[Signature]*



2023

Schedule for City Council Meetings

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Regularly Scheduled Meeting

Meeting To Be Cancelled

Observed Holidays