



Agenda

CITY OF MANHATTAN BEACH

Meeting of the Finance Subcommittee

December 15, 2022 – 2:30p

***Zoom Meeting via Internet/Phone Conference**

- 1. Public Comments**
- 2. Approval of Minutes from August 23, 2022 Finance Subcommittee Meeting**
Recommended Action: Approve
- 3. Review of Results of Fiscal Year 2021-2022 Financial Audit**
Recommended Action: Receive and File
- 4. CalPERS Update Fiscal Year 2021-2022**
Recommended Action: Receive and File
- 5. Month-End Financials for October 2022**
Recommended Action: Receive and File
- 6. Investment Portfolio for October 2022**
Recommended Action: Receive and File
- 7. Fiscal Year 2022-2023 Monthly Schedule of Transient Occupancy Tax and Lease Payments and Miscellaneous Accounts Receivables**
Recommended Action: Receive and File
- 8. July 1, 2022 through September 30, 2022 Bad Debt Write Offs for Miscellaneous Accounts Receivables, Utility Billing and Ambulance Transports Referred to Collections**
Recommended Action: Receive and File

Adjourn

Copies of staff reports or other written documentation relating to agenda items are on file in the office of the Finance Director and on the City website.

***Join Zoom Meeting**

<https://citymb-info.zoom.us/j/95664091248?pwd=Slk1Yk51V2Z6M0xMelc0UktQZGRNZz09>

Meeting ID: 956 6409 1248

Passcode: 245512

Dial by your location,, +1 669 900 6833 US (San Jose), +1 253 215 8782 US (Tacoma)

Finance Subcommittee Meeting Action Minutes

Meeting Date: August 23, 2022, 2:00 p.m.

Recording Secretary: Helga Foushanes

In Attendance: Tim Lilligren, Treasurer
Steve Napolitano, Mayor
Richard Montgomery, Mayor Pro Tem
Bruce Moe, City Manager
Steve S. Charelian, Finance Director
Libby Bretthauer, Financial Services Manager
Emy-Rose Hanna, Revenue Services Supervisor
Mark Leyman, Parks & Recreation Director

Called to Order: 2:05 p.m. by Tim Lilligren, Treasurer

Agenda Item #1 – Public Comments

None.

Agenda Item #2 - Approval of Minutes from April 14, 2022 Finance Subcommittee Meeting

The Finance Subcommittee approved the minutes of April 14, 2022

Agenda Item #3 – Annual Review of Investment Policy

Finance Department staff informed the Finance Subcommittee (FSC) that the City's Investment Policy received an Excellence Reward. The Committee recommended that award should be announced to the Public in the form of a press release and directed Finance Department staff to consult with the City's Communications and Civic Engagement Manager.

The Finance Subcommittee approved the Investment Policy.

Agenda Item #4 – Preliminary Month End Financials for June 2022

The Finance Subcommittee received and filed the report.

Agenda Item #5 - Investment Portfolio for June 2022

The Finance Subcommittee received and filed the report.

Agenda Item #6 – Fiscal Year 2021-2022 Monthly Schedule of Transient Occupancy Tax, Lease Payments and Miscellaneous Accounts Receivables

The Parks & Recreation Director was present at the meeting and informed the FSC that the City has taken back the Pay N Play facility due to the non-payment of the lease. The facility is currently closed for maintenance and will be reopened to the Public in December 2022, when a variety of recreation programs will be offered for a trial period. A public outreach and survey will be conducted to get long-term consideration for the repurpose of the facility. The subcommittee directed that the locks to the facility be changed and signage put up this week.

The Finance Subcommittee received and filed the report.

Agenda Item #7 – January 1, 2022 through March 31, 2021 Bad Debt Write Offs for Miscellaneous Accounts Receivables, Utility Billing and Ambulance Transports Referred to Collections

FSC members asked Finance staff to look into a better method of collecting billing information with ambulance transports. In addition, the committee directed staff to prepare a report of write-offs with more detailed information on ambulance billing payer mix. FSC also asked for a report showing the amount of collections for all miscellaneous receivable write-offs from the City's collection agency.

The Finance Subcommittee received and filed the report.

Agenda Item #8 – Adjournment

The meeting adjourned at 2:23 p.m.



CITY OF MANHATTAN BEACH FINANCE SUBCOMMITTEE STAFF REPORT

TO: Members of the Finance Subcommittee

THROUGH: Steve S. Charelian, Finance Director

FROM: Julie Bondarchuk, Financial Controller
Libby Bretthauer, Financial Services Manager

SUBJECT: Review of the Financial Audit Results for FY 2021-2022

DATE: December 15, 2022

RECOMMENDATION:

Staff recommends that the Finance Subcommittee discuss the FY 2021-2022 audit results, and receive and file this report.

FISCAL IMPLICATION:

There are no fiscal implications associated with the recommended action.

BACKGROUND:

The City's audit preparation and financial reporting process takes a full year to complete. The first phase of the audit began on the week of March 28, 2022, where our auditors (Lance, Soll, & Lunghard, LLP or LSL) conducted the interim audit. The interim audit typically focuses on the City's internal controls. This year, a major focus was also on the payroll implementation that went live in November 2021. Our auditors commenced the City's final audit the week of September 26, 2022. The final audit is typically focused on the City's financial statements. Based on the results of the audit, staff foresees no issue with obtaining an unmodified opinion, which means the City's financial statements are fairly presented in all material respects. A report will be prepared and presented to the City Council with the results.

DISCUSSION:

Effective FY 2021-22, the City implemented Governmental Accounting Standards Board (GASB) issued Statement No. 87 - Accounting for Leases. This standard modified the way the City accounts

for leases in that the whole term of the revenue or expenditure lease was taken into account and booked an asset or liability to be amortized over the life of the lease.

Due to the timing of the completion of the FY 2021-2022 audit, staff has attached the financial statements and footnotes from the draft ACFR. The final ACFR, Letter of Transmittal, Management Discussion and Analysis, and Statistical Section are in production, and will be included with the final report provided to the full City Council on January 17, 2023. Mr. Brian Gruber, partner with the audit firm of Lance, Soll and Lunghard, LLP, will also be present to answer questions.

Attachment: FY 2021-2022 ACFR Draft (Financial Statements with Footnotes)

CITY OF MANHATTAN BEACH, CALIFORNIA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022



Prepared by the Finance Department
Steve S. Charelian, Finance Director

DRAFT

CITY OF MANHATTAN BEACH
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

CITY OF MANHATTAN BEACH
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

| | <u>Page Number</u> |
|--|------------------------|
| INTRODUCTORY SECTION | |
| Letter of Transmittal | |
| Directory of City Officials | |
| Organization Chart | |
| Certificate of Achievement for Excellence in Financial Reporting..... | |
| FINANCIAL SECTION | |
| Independent Auditors' Report..... | |
| Management's Discussion and Analysis | |
| BASIC FINANCIAL STATEMENTS | |
| Government-Wide Financial Statements: | |
| Statement of Net Position | |
| Statement of Activities..... | |
| Governmental Funds - Fund Financial Statements: | |
| Balance Sheet..... | |
| Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position | |
| Statement of Revenues, Expenditures and Changes in Fund Balances..... | |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities..... | |
| Proprietary Funds Financial Statements: | |
| Statement of Fund Net Position | |
| Statement of Revenues, Expenses and Changes in Fund Net Position..... | |
| Statement of Cash Flows | |
| Fiduciary Funds Financial Statements: | |
| Statement of Fiduciary Net Position..... | |
| Statement of Changes in Fiduciary Net Position | |
| Notes to Financial Statements..... | |

CITY OF MANHATTAN BEACH
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

| | <u>Page Number</u> |
|--|------------------------|
| REQUIRED SUPPLEMENTARY INFORMATION | |
| Budgetary Comparison Schedule – General Fund..... | |
| Pension Plan: | |
| Miscellaneous Plan | |
| Schedule of Changes in Net Pension Liability and Related Ratios..... | |
| Schedule of Plan Contributions..... | |
| Safety Plan | |
| Schedule of Proportionate Share of Net Pension Liability..... | |
| Schedule of Plan Contributions..... | |
| Supplemental Retirement Plan | |
| Schedule of Changes in Net Pension Liability and Related Ratios..... | |
| Schedule of Employer Contributions..... | |
| Schedule of Investment Returns..... | |
| Single Highest Year Plan | |
| Schedule of Changes in Net Pension Liability and Related Ratios..... | |
| Schedule of Employer Contributions..... | |
| Schedule of Investment Returns..... | |
| Other Post-Employment Benefits | |
| Schedule of Changes in Net OPEB Liability and Related Ratios..... | |
| Schedule of Plan Contributions..... | |
| Notes to Required Supplementary Information..... | |
| COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES | |
| Combining Balance Sheet - Nonmajor Governmental Funds..... | |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds..... | |
| Budgetary Comparison Schedules - Special Revenue Funds: | |
| Street Lighting and Landscape..... | |
| Gas Tax..... | |
| Asset Forfeiture..... | |
| Public Safety Grants..... | |
| Proposition A..... | |
| Proposition C..... | |
| AB 2766..... | |
| Measure R..... | |
| Measure M..... | |
| Measure W..... | |

CITY OF MANHATTAN BEACH
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

Page
Number

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES (Continued)

Budgetary Comparison Schedules - Capital Projects Funds:

- Capital Improvement.....
- Safety and Civic Center Construction.....
- Underground Assessment District.....

Combining Statement of Fund Net Position - Nonmajor Enterprise Funds.....

Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Nonmajor Enterprise Funds.....

Combining Statement of Cash Flows - Nonmajor Enterprise Funds.....

Combining Statement of Fund Net Position - Internal Service Funds.....

Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Internal Service Funds.....

Combining Statement of Cash Flows - Internal Service Funds.....

STATISTICAL SECTION

Financial Trends

- Net Position by Component.....
- Changes in Net Position.....
- Program Revenues by Function/Program.....
- Fund Balances, Governmental Funds.....

Revenue Capacity

- Change in Fund Balances, Governmental Funds.....
- Taxes & Assessment Revenues by Source, Governmental Funds and Assessment.....
- Assessed Value and Estimated Actual Value of Taxable Property.....
- Direct and Overlapping Debt Property Tax Rates.....
- Principal Property Taxpayers Based on Net Values.....
- Property Tax Levies and Collections.....
- Taxable Sales by Category.....
- Direct and Overlapping Sales Tax Rates.....
- Principal Sales Tax Remitters.....

CITY OF MANHATTAN BEACH
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2022

TABLE OF CONTENTS

| | <u>Page Number</u> |
|---|------------------------|
| STATISTICAL SECTION (Continued) | |
| Debt Capacity | |
| Ratios of Outstanding Debt by Type | |
| Direct and Overlapping Governmental Activities Debt | |
| Legal Debt Margin Information | |
| Pledged-Revenue Coverage | |
| Demographic and Economic Information | |
| Demographic and Economic Statistics | |
| Principal Employers | |
| Full-time Authorized City Employees by Function/Program | |
| Schedule of Insurance in Force | |
| Operating Indicators by Function/Program | |
| Capital Asset Statistics by Function/Program | |
| Demographic Statistical Data | |
| Bond Disclosure Section | |

DRAFT

CITY OF MANHATTAN BEACH

STATEMENT OF NET POSITION
JUNE 30, 2022

| | Primary Government | | |
|---|-------------------------|--------------------------|-----------------------|
| | Governmental Activities | Business-Type Activities | Total |
| Assets: | | | |
| Cash and investments | \$ 91,277,830 | \$ 45,487,911 | \$ 136,765,741 |
| Receivables: | | | |
| Accounts | 638,467 | 1,235,378 | 1,873,845 |
| Taxes | 4,649,187 | - | 4,649,187 |
| Accrued interest | 447,369 | - | 447,369 |
| Grants | 64,860 | - | 64,860 |
| Leases | 24,988,459 | - | 24,988,459 |
| Due from other governments | 7,275,383 | - | 7,275,383 |
| Due from OPEB Trust Fund | 362,642 | - | 362,642 |
| Inventories | 106,650 | 381,406 | 488,056 |
| Restricted assets: | | | |
| Cash and investments | 1,603,036 | - | 1,603,036 |
| Cash with fiscal agent | 1,360,582 | 169,540 | 1,530,122 |
| Total Current Assets | 132,774,465 | 47,274,235 | 180,048,700 |
| Net pension asset - PERS | 50,810,306 | 1,078,444 | 51,888,750 |
| Capital assets not being depreciated | 56,797,550 | 42,893,734 | 99,691,284 |
| Capital assets, net of depreciation | 83,487,881 | 46,573,816 | 130,061,697 |
| Total Noncurrent Assets | 191,095,737 | 90,545,994 | 281,641,731 |
| Total Assets | 323,870,202 | 137,820,229 | 461,690,431 |
| Deferred Outflows of Resources: | | | |
| Deferred charge on refunding | 305,782 | - | 305,782 |
| Deferred pension related items | 27,092,743 | 144,100 | 27,236,843 |
| Deferred OPEB related items | 8,202,446 | 333,198 | 8,535,644 |
| Total Deferred Outflows of Resources | 35,600,971 | 477,298 | 36,078,269 |
| Liabilities: | | | |
| Accounts payable | 4,337,122 | 3,180,960 | 7,518,082 |
| Accrued liabilities | 2,303,011 | 534,673 | 2,837,684 |
| Accrued payroll | 926,139 | - | 926,139 |
| Accrued interest | 1,398,382 | 182,714 | 1,581,096 |
| Unearned revenue | 2,643,737 | - | 2,643,737 |
| Deposits payable | 4,765,211 | 224,352 | 4,989,563 |
| Long-term liabilities due within one year: | | | |
| Leases payable | 1,094,325 | - | 1,094,325 |
| Bonds payable | 4,398,700 | 661,300 | 5,060,000 |
| Accrued employee benefits | 833,294 | 20,904 | 854,198 |
| Accrued workers comp/liability claims and judgments | 10,773,525 | - | 10,773,525 |
| Total Current Liabilities | 33,473,446 | 4,804,903 | 38,278,349 |
| Noncurrent liabilities: | | | |
| Long term liabilities due in more than one year | | | |
| Leases payable | 995,979 | - | 995,979 |
| Bonds payable | 101,477,122 | 8,281,457 | 109,758,579 |
| Accrued employee benefits | 3,819,254 | 95,811 | 3,915,065 |
| Accrued workers comp/liability claims and judgments | 7,030,500 | - | 7,030,500 |
| Total pension liability - City Plans | 170,400 | - | 170,400 |
| Net OPEB liability | 4,861,475 | 197,482 | 5,058,957 |
| Total Noncurrent Liabilities | 118,354,730 | 8,574,750 | 126,929,480 |
| Total Liabilities | 151,828,176 | 13,379,653 | 165,207,829 |
| Deferred Inflows of Resources: | | | |
| Deferred leases inflows | 24,788,395 | - | 24,788,395 |
| Deferred pension related items | 55,559,191 | 726,056 | 56,285,247 |
| Deferred OPEB related items | 3,146,431 | 127,814 | 3,274,245 |
| Total Deferred Inflows of Resources | 83,494,017 | 853,870 | 84,347,887 |
| Net Position: | | | |
| Net investment in capital assets | 118,913,785 | 82,346,096 | 201,259,881 |
| Restricted for: | | | |
| Public safety | 549,448 | - | 549,448 |
| Recreation | 688,527 | - | 688,527 |
| Public works | 2,409,173 | - | 2,409,173 |
| Capital projects | 8,163,490 | - | 8,163,490 |
| Pension benefits | 1,603,036 | - | 1,603,036 |
| Business improvement districts | - | 390,867 | 390,867 |
| Unrestricted | (8,178,479) | 41,327,041 | 33,148,562 |
| Total Net Position | \$ 124,148,980 | \$ 124,064,004 | \$ 248,212,984 |

CITY OF MANHATTAN BEACH

STATEMENT OF ACTIVITIES
JUNE 30, 2022

| | Expenses | Program Revenues | | |
|---------------------------------------|-----------------------|----------------------|------------------------------------|----------------------------------|
| | | Charges for Services | Operating Contributions and Grants | Capital Contributions and Grants |
| Functions/Programs | | | | |
| Primary Government: | | | | |
| Governmental Activities: | | | | |
| General government | \$ 14,889,407 | \$ 9,286,808 | \$ 1,167,834 | \$ - |
| Public safety | 36,661,328 | 4,145,094 | 222,798 | - |
| Culture and recreation | 8,398,357 | 3,675,974 | - | - |
| Public works | 17,903,065 | 6,563,172 | 238,087 | 6,290,248 |
| Interest on long-term debt | 2,877,188 | - | - | - |
| Total Governmental Activities | 80,729,345 | 23,671,048 | 1,628,719 | 6,290,248 |
| Business-Type Activities: | | | | |
| Water | 12,586,517 | 15,109,832 | - | - |
| Stormwater | 1,780,551 | 336,494 | - | - |
| Wastewater | 1,964,816 | 3,556,257 | - | - |
| Parking | 2,787,035 | 4,532,825 | - | - |
| County Parking Lot | 790,092 | 1,339,414 | - | - |
| State Pier and Parking Lot | 542,117 | 912,531 | - | - |
| Total Business-Type Activities | 20,451,128 | 25,787,353 | - | - |
| Total Primary Government | \$ 101,180,473 | \$ 49,458,401 | \$ 1,628,719 | \$ 6,290,248 |

General Revenues:

Taxes:

- Property taxes, levied for general purpose
- Transient occupancy taxes
- Sales taxes
- Franchise taxes
- Business licenses taxes
- Real estate transfer taxes
- Use of money and property
- Other

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position at Beginning of Year

Restatement of Net Position

Net Position at End of Year

Net (Expenses) Revenues and Changes in Net Position
Primary Government

| Governmental Activities | Business-Type Activities | Total |
|----------------------------|-----------------------------|-----------------------|
| \$ (4,434,765) | \$ - | \$ (4,434,765) |
| (32,293,436) | - | (32,293,436) |
| (4,722,383) | - | (4,722,383) |
| (4,811,558) | - | (4,811,558) |
| (2,877,188) | - | (2,877,188) |
| (49,139,330) | - | (49,139,330) |
| - | 2,523,315 | 2,523,315 |
| - | (1,444,057) | (1,444,057) |
| - | 1,591,441 | 1,591,441 |
| - | 1,745,790 | 1,745,790 |
| - | 549,322 | 549,322 |
| - | 370,414 | 370,414 |
| - | 5,336,225 | 5,336,225 |
| (49,139,330) | 5,336,225 | (43,803,105) |
| 39,491,986 | - | 39,491,986 |
| 6,464,049 | - | 6,464,049 |
| 13,217,943 | - | 13,217,943 |
| 1,217,755 | - | 1,217,755 |
| 5,175,626 | - | 5,175,626 |
| 1,839,059 | - | 1,839,059 |
| 1,150,538 | (1,458,512) | (307,974) |
| 2,152,318 | 394,892 | 2,547,210 |
| (1,651,060) | 1,651,060 | - |
| 69,058,214 | 587,440 | 69,645,654 |
| 19,918,884 | 5,923,665 | 25,842,549 |
| 91,166,421 | 111,838,145 | 203,004,566 |
| 13,063,675 | 6,302,194 | 19,365,869 |
| \$ 124,148,980 | \$ 124,064,004 | \$ 248,212,984 |

CITY OF MANHATTAN BEACH

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022**

| | <u>General</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|-----------------------------|---|---|
| Assets: | | | |
| Pooled cash and investments | \$ 38,007,882 | \$ 28,182,282 | \$ 66,190,164 |
| Receivables: | | | |
| Accounts | 609,118 | 27,899 | 637,017 |
| Taxes | 4,566,487 | 82,700 | 4,649,187 |
| Accrued interest | 447,369 | - | 447,369 |
| Grants | - | 64,860 | 64,860 |
| Leases | 24,988,459 | - | 24,988,459 |
| Due from other governments | 4,609,489 | 2,665,894 | 7,275,383 |
| Due from OPEB Trust Fund | 362,642 | - | 362,642 |
| Inventories | 6,010 | - | 6,010 |
| Restricted assets: | | | |
| Cash and investments | 1,603,036 | - | 1,603,036 |
| Cash and investments with fiscal agents | 1,113,451 | 247,131 | 1,360,582 |
| Total Assets | <u>\$ 76,313,943</u> | <u>\$ 31,270,766</u> | <u>\$ 107,584,709</u> |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | |
| Liabilities: | | | |
| Accounts payable | \$ 1,868,160 | \$ 2,232,701 | \$ 4,100,861 |
| Accrued payables | 1,358,724 | 877,086 | 2,235,810 |
| Accrued payroll | 926,139 | - | 926,139 |
| Interest payable | 1,111,411 | 247,131 | 1,358,542 |
| Unearned revenues | 1,238,595 | 1,403,515 | 2,642,110 |
| Deposits payable | 4,763,470 | 1,741 | 4,765,211 |
| Total Liabilities | <u>11,266,499</u> | <u>4,762,174</u> | <u>16,028,673</u> |
| Deferred Inflows of Resources: | | | |
| Unavailable revenues | 115,559 | 2,648,155 | 2,763,714 |
| Deferred leases inflows | 24,788,395 | - | 24,788,395 |
| Total Deferred Inflows of Resources | <u>24,903,954</u> | <u>2,648,155</u> | <u>27,552,109</u> |
| Fund Balances: | | | |
| Nonspendable: | | | |
| Inventory | 6,010 | - | 6,010 |
| Lease receivable | 200,064 | - | 200,064 |
| Restricted for: | | | |
| Public safety | - | 549,448 | 549,448 |
| Recreation | - | 688,527 | 688,527 |
| Public works | - | 2,409,173 | 2,409,173 |
| Capital projects | - | 8,163,490 | 8,163,490 |
| Pension benefits | 1,603,036 | - | 1,603,036 |
| Committed to: | | | |
| Capital projects | - | 12,049,799 | 12,049,799 |
| Assigned to: | | | |
| Assigned to City retirement plans | 58,007 | - | 58,007 |
| Unassigned | <u>38,276,373</u> | <u>-</u> | <u>38,276,373</u> |
| Total Fund Balances | <u>40,143,490</u> | <u>23,860,437</u> | <u>64,003,927</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u>\$ 76,313,943</u> | <u>\$ 31,270,766</u> | <u>\$ 107,584,709</u> |

CITY OF MANHATTAN BEACH

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

| | | |
|---|---------------------|------------------------------|
| Fund balances of governmental funds | | \$ 64,003,927 |
| Amounts reported for governmental activities in the statement of net position are different because: | | |
| Capital assets net of depreciation have not been included as financial resources | | |
| Capital assets | \$ 214,046,893 | |
| Accumulated depreciation | <u>(77,281,865)</u> | 136,765,028 |
| Governmental funds report all pension contributions as expenditures, however, in the statement of net position, the excess of the plan fiduciary net position over the plan total liability is reported as a net pension asset | | 48,804,530 |
| For bond refundings, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred charge on refunding in the Statement of Net Position. | | 305,782 |
| Governmental funds report all pension contributions as expenditures. However, the net pension liability has a measurement date of June 30, 2021, and pension contributions subsequent to the measurement date are reclassified as deferred outflows of resources. | | 4,105,641 |
| Deferred outflows of resources reported for the pension plan for government-wide statements are amortized: | | |
| Differences between expected and actual experiences | 302,608 | |
| Net difference between projected and actual earnings | 21,120,070 | |
| Adjustment due to difference in proportions | 1,329,085 | 22,751,763 |
| Deferred outflows of resources reported for OPEB for government-wide statements are amortized: | | |
| Differences between expected and actual experiences | 7,433 | |
| Change of assumptions | <u>7,642,458</u> | 7,649,891 |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds: | | |
| Pension Obligation Bonds | (82,901,299) | |
| COPS Payable | (17,835,000) | |
| Lease Payable | (1,969,941) | |
| Compensated Absences | (4,652,548) | |
| Unamortized bond premiums/discounts | <u>(1,752,123)</u> | (109,110,911) |
| Governmental funds report all OPEB contributions as expenditures, however, in the statement of net position, the excess of the OPEB plan liability over the OPEB actuarial liability is reported as a net OPEB liability. | | (4,533,983) |
| Deferred inflows of resources reported for OPEB for government-wide statements are amortized: | | |
| Differences between expected and actual experiences | (1,879,297) | |
| Changes of assumptions | (37,929) | |
| Difference between projected and actual return on assets | <u>(1,017,247)</u> | (2,934,473) |
| Governmental funds report all pension contributions as expenditures, however, in the statement of net position, the excess of the total pension liability over the plan fiduciary net position is reported as a net pension liability | | (170,400) |
| Deferred inflows of resources reported for the pension plan for government-wide statements are amortized: | | |
| Differences between expected and actual experiences | (6,520,426) | |
| Adjustment due to difference in proportions | (40,846,443) | |
| Difference in proportionate share | <u>(6,841,949)</u> | (54,208,818) |
| Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity. | | 2,763,714 |
| Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position. | | <u>7,957,289</u> |
| Net Position of Governmental Activities | | <u>\$ 124,148,980</u> |

CITY OF MANHATTAN BEACH

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | General | Other Governmental Funds | Total Governmental Funds |
|--|----------------------|--------------------------------|--------------------------------|
| Revenues: | | | |
| Taxes and assessments | \$ 62,995,151 | \$ 4,475,486 | \$ 67,470,637 |
| Licenses and permits | 3,983,079 | 3,634 | 3,986,713 |
| Intergovernmental | 4,852,074 | 8,821,397 | 13,673,471 |
| Charges for services | 11,829,242 | 551,514 | 12,380,756 |
| Use of money and property | 1,647,517 | (496,979) | 1,150,538 |
| Fines and forfeitures | 2,358,731 | 92,552 | 2,451,283 |
| Miscellaneous Revenues | 2,076,767 | 215,696 | 2,292,463 |
| Total Revenues | 89,742,561 | 13,663,300 | 103,405,861 |
| Expenditures: | | | |
| Current: | | | |
| General government | 14,947,589 | - | 14,947,589 |
| Public safety | 41,611,175 | 194,933 | 41,806,108 |
| Culture and recreation | 6,946,973 | 598,447 | 7,545,420 |
| Public works | 8,456,233 | 7,706,870 | 16,163,103 |
| Capital outlay: | | | |
| Public safety | - | 2,730,533 | 2,730,533 |
| Culture and recreation | - | 385,278 | 385,278 |
| Public works | 1,137 | 4,766,010 | 4,767,147 |
| Debt service: | | | |
| Principal retirement | 4,191,660 | 667,145 | 4,858,805 |
| Interest and fiscal charges | 2,396,080 | 481,525 | 2,877,605 |
| Trustee fees and bond issuance cost | 1,600 | 206,443 | 208,043 |
| Total Expenditures | 78,552,447 | 17,737,184 | 96,289,631 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 11,190,114 | (4,073,884) | 7,116,230 |
| Other Financing Sources (Uses): | | | |
| Transfers in | 532,628 | 2,776,791 | 3,309,419 |
| Transfers out | (4,190,153) | (770,326) | (4,960,479) |
| Issuance of long-term debt | - | 7,440,000 | 7,440,000 |
| Bond premium | - | 1,259,922 | 1,259,922 |
| Total Other Financing Sources (Uses) | (3,657,525) | 10,706,387 | 7,048,862 |
| Net Change in Fund Balances | 7,532,589 | 6,632,503 | 14,165,092 |
| Fund Balances: | | | |
| Beginning of Year | 32,610,901 | 17,227,934 | 49,838,835 |
| End of Year | \$ 40,143,490 | \$ 23,860,437 | \$ 64,003,927 |

CITY OF MANHATTAN BEACH

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

Net change in fund balances - total governmental funds \$ 14,165,092

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

Governmental funds report capital outlays as expenditures. However, in the statement as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

| | | |
|----------------------------------|------------------|-----------|
| Cost of assets capitalized | \$ 7,242,410 | |
| Right to use assets | 2,880,746 | |
| Depreciation expense | (3,336,045) | |
| Right to use assets amortization | <u>(947,158)</u> | 5,839,953 |

The issuance of long-term debt (e.g. bonds, leases) provides current resources to governmental funds, while the repayment of long term debt principal consumes the current financial resources of governmental funds. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the Statement of Activities

| | | |
|---|-----------------|-------------|
| Proceeds from debt issued | | |
| 2021 Fire Station No. 2 Certificates of Participation | (7,440,000) | |
| Premium on bond issued | (1,259,922) | |
| Lease | (2,880,746) | |
| Repayment of bond principal: | | |
| Police & Fire Facility 2013 Refunding Certificates of Participation | 545,000 | |
| Marine Avenue Park 2016 Refunding Certificates of Participation | 320,000 | |
| Fire Station 2021 Certificates of Participation | 105,000 | |
| 2021 Pension Obligation Bonds | 2,978,000 | |
| Lease principal payments | 910,805 | |
| Amortization of bond premiums | 94,144 | |
| Amortization of deferred charges on refunding | <u>(32,188)</u> | (6,659,907) |

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. 186,878

Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. 266,122

Pension obligation 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. 4,904,079

OPEB 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. (1,015,210)

Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity. (1,106,572)

Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities. 3,338,449

Change in Net Position of Governmental Activities \$ 19,918,884

CITY OF MANHATTAN BEACH

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 JUNE 30, 2022

| | <u>Business-Type Activities - Enterprise Funds</u> | | |
|--|--|-----------------------------|-----------------------------|
| | <u>Water</u> | <u>Wastewater</u> | <u>Parking</u> |
| Assets: | | | |
| Current: | | | |
| Cash and investments | \$ 21,963,129 | \$ 15,592,284 | \$ 2,873,062 |
| Receivables: | | | |
| Accounts | 940,017 | 259,974 | 3,589 |
| Inventories | 381,406 | - | - |
| Restricted: | | | |
| Cash with fiscal agent | 17,385 | 8,553 | 143,602 |
| Total Current Assets | <u>23,301,937</u> | <u>15,860,811</u> | <u>3,020,253</u> |
| Noncurrent: | | | |
| Net pension asset | 626,354 | 258,173 | 87,077 |
| Capital assets - net of accumulated depreciation | 54,189,108 | 11,889,877 | 19,733,986 |
| Total Noncurrent Assets | <u>54,815,462</u> | <u>12,148,050</u> | <u>19,821,063</u> |
| Total Assets | <u>78,117,399</u> | <u>28,008,861</u> | <u>22,841,316</u> |
| Deferred Outflows of Resources: | | | |
| Deferred pension related items | 90,328 | 29,026 | 10,437 |
| Deferred OPEB related items | 151,328 | 95,796 | 34,706 |
| Total Deferred Outflows of Resources | <u>241,656</u> | <u>124,822</u> | <u>45,143</u> |
| Liabilities: | | | |
| Current: | | | |
| Accounts payable | 1,709,874 | 179,567 | 416,479 |
| Accrued payables | 396,047 | 77,715 | 27,088 |
| Accrued interest | 28,862 | 13,207 | 138,522 |
| Deferred revenues | - | - | - |
| Deposits payable | 25 | - | 410 |
| Accrued compensated absences | 20,904 | - | - |
| Workers' compensation claims | - | - | - |
| Accrued claims and judgments | - | - | - |
| Leases payable | - | - | - |
| Bonds payable | 182,164 | 86,316 | 385,757 |
| Total Current Liabilities | <u>2,337,876</u> | <u>356,805</u> | <u>968,256</u> |
| Noncurrent: | | | |
| Net OPEB liability | 89,690 | 56,777 | 20,570 |
| Accrued compensated absences | 95,811 | - | - |
| Workers' compensation claims | - | - | - |
| Accrued claims and judgments | - | - | - |
| Leases payable | - | - | - |
| Bonds payable | 1,540,678 | 676,876 | 5,890,532 |
| Total Noncurrent Liabilities | <u>1,726,179</u> | <u>733,653</u> | <u>5,911,102</u> |
| Total Liabilities | <u>4,064,055</u> | <u>1,090,458</u> | <u>6,879,358</u> |
| Deferred Inflows of Resources: | | | |
| Deferred pension related items | 421,689 | 173,814 | 58,623 |
| Deferred OPEB related items | 58,049 | 36,747 | 13,313 |
| Total Deferred Inflows of Resources | <u>479,738</u> | <u>210,561</u> | <u>71,936</u> |
| Net Position: | | | |
| Net investment in capital assets | 53,524,068 | 11,562,695 | 13,604,754 |
| Restricted for business improvement district | - | - | 390,867 |
| Unrestricted | 20,291,194 | 15,269,969 | 1,939,544 |
| Total Net Position | <u>\$ 73,815,262</u> | <u>\$ 26,832,664</u> | <u>\$ 15,935,165</u> |

CITY OF MANHATTAN BEACH

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | Governmental Activities - Internal Services Funds |
|--|--|------------------------------|--|
| | Other Enterprise Funds | Totals | |
| Assets: | | | |
| Current: | | | |
| Cash and investments | \$ 5,059,436 | \$ 45,487,911 | \$ 25,087,666 |
| Receivables: | | | |
| Accounts | 31,798 | 1,235,378 | 1,450 |
| Inventories | - | 381,406 | 100,640 |
| Restricted: | | | |
| Cash with fiscal agent | - | 169,540 | - |
| Total Current Assets | <u>5,091,234</u> | <u>47,274,235</u> | <u>25,189,756</u> |
| Noncurrent: | | | |
| Net pension asset | 106,840 | 1,078,444 | 2,005,776 |
| Capital assets - net of accumulated depreciation | 3,654,579 | 89,467,550 | 3,520,403 |
| Total Noncurrent Assets | <u>3,761,419</u> | <u>90,545,994</u> | <u>5,526,179</u> |
| Total Assets | <u>8,852,653</u> | <u>137,820,229</u> | <u>30,715,935</u> |
| Deferred Outflows of Resources: | | | |
| Deferred pension related items | 14,309 | 144,100 | 235,339 |
| Deferred OPEB related items | 51,368 | 333,198 | 552,555 |
| Total Deferred Outflows of Resources | <u>65,677</u> | <u>477,298</u> | <u>787,894</u> |
| Liabilities: | | | |
| Current: | | | |
| Accounts payable | 875,040 | 3,180,960 | 236,261 |
| Accrued payables | 33,823 | 534,673 | 67,201 |
| Accrued interest | 2,123 | 182,714 | 39,840 |
| Deferred revenues | - | - | 1,627 |
| Deposits payable | 223,917 | 224,352 | - |
| Accrued compensated absences | - | 20,904 | - |
| Workers' compensation claims | - | - | 9,036,287 |
| Accrued claims and judgments | - | - | 1,737,238 |
| Leases payable | - | - | 44,899 |
| Bonds payable | 7,063 | 661,300 | 132,612 |
| Total Current Liabilities | <u>1,141,966</u> | <u>4,804,903</u> | <u>11,295,965</u> |
| Noncurrent: | | | |
| Net OPEB liability | 30,445 | 197,482 | 327,492 |
| Accrued compensated absences | - | 95,811 | - |
| Workers' compensation claims | - | - | 6,348,000 |
| Accrued claims and judgments | - | - | 682,500 |
| Leases payable | - | - | 75,464 |
| Bonds payable | 173,371 | 8,281,457 | 3,254,788 |
| Total Noncurrent Liabilities | <u>203,816</u> | <u>8,574,750</u> | <u>10,688,244</u> |
| Total Liabilities | <u>1,345,782</u> | <u>13,379,653</u> | <u>21,984,209</u> |
| Deferred Inflows of Resources: | | | |
| Deferred pension related items | 71,930 | 726,056 | 1,350,373 |
| Deferred OPEB related items | 19,705 | 127,814 | 211,958 |
| Total Deferred Inflows of Resources | <u>91,635</u> | <u>853,870</u> | <u>1,562,331</u> |
| Net Position: | | | |
| Net investment in capital assets | 3,654,579 | 82,346,096 | 3,400,040 |
| Restricted for business improvement district | - | 390,867 | - |
| Unrestricted | 3,826,334 | 41,327,041 | 4,557,249 |
| Total Net Position | <u>\$ 7,480,913</u> | <u>\$ 124,064,004</u> | <u>\$ 7,957,289</u> |

CITY OF MANHATTAN BEACH

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

| | <u>Business-Type Activities - Enterprise Funds</u> | | |
|--|--|-----------------------------|-----------------------------|
| | <u>Water</u> | <u>Wastewater</u> | <u>Parking</u> |
| Operating Revenues: | | | |
| Sales and service charges | \$ 15,109,832 | \$ 3,556,257 | \$ 4,532,825 |
| Interdepartmental charges | - | - | - |
| Miscellaneous | 359,190 | 11,887 | 20,940 |
| Total Operating Revenues | 15,469,022 | 3,568,144 | 4,553,765 |
| Operating Expenses: | | | |
| Salaries | 1,074,016 | 301,568 | 100,285 |
| Employee benefits | 85,796 | 104,820 | 16,628 |
| Contract and professional services | 7,376,771 | 118,583 | 534,519 |
| Materials and services | 1,561,874 | 170,708 | 969,475 |
| Utilities | 237,682 | 69,925 | 126,249 |
| Administrative service charges | 1,564,347 | 857,891 | 534,000 |
| Internal services | - | - | 53,433 |
| Leases and rents | - | - | - |
| Claims expense | - | - | - |
| Depreciation expense | 626,679 | 315,097 | 252,195 |
| Total Operating Expenses | 12,527,165 | 1,938,592 | 2,586,784 |
| Operating Income (Loss) | 2,941,857 | 1,629,552 | 1,966,981 |
| Nonoperating Revenues (Expenses): | | | |
| Interest revenue | (945,659) | (402,622) | (48,322) |
| Interest expense | (59,352) | (26,224) | (200,251) |
| Gain (loss) on disposal of capital assets | - | - | - |
| Total Nonoperating Revenues (Expenses) | (1,005,011) | (428,846) | (248,573) |
| Income (Loss) Before Transfers | 1,936,846 | 1,200,706 | 1,718,408 |
| Transfers in | - | - | - |
| Transfers out | - | - | - |
| Changes in Net Position | <u>\$ 1,936,846</u> | <u>\$ 1,200,706</u> | <u>\$ 1,718,408</u> |
| Net Position: | | | |
| Beginning of Fiscal Year, as originally reported | \$ 68,047,462 | \$ 24,561,043 | \$ 12,816,432 |
| Restatements | 3,830,954 | 1,070,915 | 1,400,325 |
| Beginning of Fiscal Year, as restated | 71,878,416 | 25,631,958 | 14,216,757 |
| Changes in Net Position | 1,936,846 | 1,200,706 | 1,718,408 |
| End of Fiscal Year | <u>\$ 73,815,262</u> | <u>\$ 26,832,664</u> | <u>\$ 15,935,165</u> |

CITY OF MANHATTAN BEACH

STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | Governmental Activities- Internal Service Funds |
|---|--|-----------------------|--|
| | Other Enterprise Funds | Totals | |
| Operating Revenues: | | | |
| Sales and service charges | \$ 2,588,439 | \$ 25,787,353 | \$ - |
| Interdepartmental charges | - | - | 14,185,702 |
| Miscellaneous | 2,875 | 394,892 | 6,691,312 |
| Total Operating Revenues | 2,591,314 | 26,182,245 | 20,877,014 |
| Operating Expenses: | | | |
| Salaries | 142,050 | 1,617,919 | 2,303,677 |
| Employee benefits | 34,410 | 241,654 | 783,618 |
| Contract and professional services | 1,538,376 | 9,568,249 | 1,586,937 |
| Materials and services | 226,172 | 2,928,229 | 2,141,169 |
| Utilities | 75,482 | 509,338 | 119,471 |
| Administrative service charges | 276,240 | 3,232,478 | - |
| Internal services | - | 53,433 | - |
| Leases and rents | 666,005 | 666,005 | - |
| Claims expense | - | - | 9,648,523 |
| Depreciation expense | 147,650 | 1,341,621 | 817,505 |
| Total Operating Expenses | 3,106,385 | 20,158,926 | 17,400,900 |
| Operating Income (Loss) | (515,071) | 6,023,319 | 3,476,114 |
| Nonoperating Revenues (Expenses): | | | |
| Interest revenue | (61,909) | (1,458,512) | - |
| Interest expense | (6,375) | (292,202) | (119,631) |
| Gain (loss) on disposal of capital assets | - | - | (18,034) |
| Total Nonoperating Revenues (Expenses) | (68,284) | (1,750,714) | (137,665) |
| Income (Loss) Before Transfers | (583,355) | 4,272,605 | 3,338,449 |
| Transfers in | 2,183,688 | 2,183,688 | - |
| Transfers out | (532,628) | (532,628) | - |
| Changes in Net Position | \$ 1,067,705 | \$ 5,923,665 | \$ 3,338,449 |
| Net Position: | | | |
| Beginning of Fiscal Year, as originally reported | \$ 6,413,208 | \$ 111,838,145 | \$ 4,618,840 |
| Restatements | - | 6,302,194 | - |
| Beginning of Fiscal Year, as restated | 6,413,208 | 118,140,339 | 4,618,840 |
| Changes in Net Position | 1,067,705 | 5,923,665 | 3,338,449 |
| End of Fiscal Year | \$ 7,480,913 | \$ 124,064,004 | \$ 7,957,289 |

CITY OF MANHATTAN BEACH

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2022

| | <u>Business-Type Activities - Enterprise Funds</u> | | |
|---|--|----------------------|---------------------|
| | <u>Water</u> | <u>Wastewater</u> | <u>Parking</u> |
| Cash Flows from Operating Activities: | | | |
| Cash received from customers and users | \$ 15,066,209 | \$ 3,583,618 | \$ 4,561,857 |
| Cash received from interfund service provided | - | - | - |
| Cash paid to suppliers for goods and services | (13,245,955) | (1,630,562) | (2,025,176) |
| Cash paid to employees for services | (1,854,621) | (352,268) | (133,843) |
| Net Cash Provided (Used) by Operating Activities | (34,367) | 1,600,788 | 2,402,838 |
| Cash Flows from Non-Capital Financing Activities: | | | |
| Cash transfers out | - | - | - |
| Cash transfers in | - | - | - |
| Principal paid on pension obligation bonds | (37,976) | (15,653) | (5,280) |
| Interest paid on pension obligation bonds | (13,854) | (11,671) | (3,937) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | (51,830) | (27,324) | (9,217) |
| Cash Flows from Capital and Related Financing Activities: | | | |
| Proceeds from capital debt | 673,870 | 331,526 | 6,187,349 |
| Acquisition and construction of capital assets | (14,994,085) | (1,095,032) | (2,947) |
| Principal paid on capital debt | (844,552) | (415,498) | (6,750,156) |
| Interest paid on capital debt | (42,685) | (14,184) | (232,762) |
| Cash from sale of property | - | - | - |
| Net Cash Provided (Used) by Capital and Related Financing Activities | (15,207,452) | (1,193,188) | (798,516) |
| Cash Flows from Investing Activities: | | | |
| Interest received | (945,659) | (402,622) | (48,322) |
| Net Cash Provided (Used) by Investing Activities | (945,659) | (402,622) | (48,322) |
| Net Increase (Decrease) in Cash and Cash Equivalents | (16,239,308) | (22,346) | 1,546,783 |
| Cash and Cash Equivalents at Beginning of Year | 38,219,822 | 15,623,183 | 1,469,881 |
| Cash and Cash Equivalents at End of Year | \$ 21,980,514 | \$ 15,600,837 | \$ 3,016,664 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | |
| Operating income (loss) | \$ 2,941,857 | \$ 1,629,552 | \$ 1,966,981 |
| Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: | | | |
| Net position restatement for payment processing fees | (498,485) | - | - |
| Depreciation | 626,679 | 315,097 | 252,195 |
| (Increase) decrease in accounts receivable | 96,957 | 15,474 | 8,092 |
| (Increase) decrease in prepaid expense | - | - | - |
| (Increase) decrease in inventory | (227,835) | - | - |
| Increase (decrease) in accounts payable | (2,277,446) | (413,455) | 192,500 |
| Increase (decrease) in accrued payables | (511,133) | 41,274 | (2,574) |
| Increase (decrease) in deposits payable | (1,285) | - | - |
| Increase (decrease) in net pension liability | (1,821,767) | (670,187) | (245,493) |
| Increase (decrease) in net OPEB liability | (17,236) | (26,122) | (9,464) |
| Increase (decrease) in deferred pension related items | 1,622,234 | 672,135 | 227,189 |
| Increase (decrease) in deferred OPEB related items | 30,634 | 37,020 | 13,412 |
| Increase (decrease) in workers' compensation claims | - | - | - |
| Increase (decrease) in claims and judgments | - | - | - |
| Increase (decrease) in compensated absences | 2,459 | - | - |
| Total Adjustments | (2,976,224) | (28,764) | 435,857 |
| Net Cash Provided (Used) by Operating Activities | \$ (34,367) | \$ 1,600,788 | \$ 2,402,838 |
| Non-Cash Investing, Capital, and Financing Activities: | | | |
| Bond premium amortization | \$ 8,243 | \$ 4,348 | \$ 23,824 |

CITY OF MANHATTAN BEACH

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 YEAR ENDED JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | Governmental Activities- Internal Service Funds |
|---|--|----------------------|--|
| | Other Enterprise Funds | Totals | |
| Cash Flows from Operating Activities: | | | |
| Cash received from customers and users | \$ 2,639,205 | \$ 25,850,889 | \$ 6,698,662 |
| Cash received from interfund service provided | - | - | 14,185,702 |
| Cash paid to suppliers for goods and services | (2,886,811) | (19,788,504) | (13,667,795) |
| Cash paid to employees for services | (185,657) | (2,526,389) | (2,850,592) |
| Net Cash Provided (Used) by Operating Activities | (433,263) | 3,535,996 | 4,365,977 |
| Cash Flows from Non-Capital Financing Activities: | | | |
| Cash transfers out | (532,628) | (532,628) | - |
| Cash transfers in | 2,183,688 | 2,183,688 | - |
| Principal paid on pension obligation bonds | (6,478) | (65,387) | (121,610) |
| Interest paid on pension obligation bonds | (4,832) | (34,294) | (86,814) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | 1,639,750 | 1,551,379 | (208,424) |
| Cash Flows from Capital and Related Financing Activities: | | | |
| Proceeds from capital debt | - | 7,192,745 | - |
| Acquisition and construction of capital assets | (10,493) | (16,102,557) | (232,492) |
| Principal paid on capital debt | - | (8,010,206) | (47,857) |
| Interest paid on capital debt | - | (289,631) | (3,851) |
| Cash from sale of property | - | - | 20,525 |
| Net Cash Provided (Used) by Capital and Related Financing Activities | (10,493) | (17,209,649) | (263,675) |
| Cash Flows from Investing Activities: | | | |
| Interest received | (61,909) | (1,458,512) | - |
| Net Cash Provided (Used) by Investing Activities | (61,909) | (1,458,512) | - |
| Net Increase (Decrease) in Cash and Cash Equivalents | 1,134,085 | (13,580,786) | 3,893,878 |
| Cash and Cash Equivalents at Beginning of Year | 3,925,351 | 59,238,237 | 21,193,788 |
| Cash and Cash Equivalents at End of Year | \$ 5,059,436 | \$ 45,657,451 | \$ 25,087,666 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | |
| Operating income (loss) | \$ (515,071) | \$ 6,023,319 | \$ 3,476,114 |
| Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: | | | |
| Net position restatement for payment processing fees | - | (498,485) | - |
| Depreciation | 147,650 | 1,341,621 | 817,505 |
| (Increase) decrease in accounts receivable | 281,173 | 401,696 | 5,723 |
| (Increase) decrease in prepaid expense | - | - | 92 |
| (Increase) decrease in inventory | - | (227,835) | 1,832 |
| Increase (decrease) in accounts payable | (103,921) | (2,602,322) | 28,890 |
| Increase (decrease) in accrued payables | (615) | (473,048) | 67,157 |
| Increase (decrease) in deposits payable | (233,282) | (234,567) | - |
| Increase (decrease) in net pension liability | (291,736) | (3,029,183) | (5,045,160) |
| Increase (decrease) in net OPEB liability | (14,013) | (66,835) | (126,631) |
| Increase (decrease) in deferred pension related items | 276,696 | 2,798,254 | 5,202,547 |
| Increase (decrease) in deferred OPEB related items | 19,856 | 100,922 | 185,670 |
| Increase (decrease) in workers' compensation claims | - | - | (327,254) |
| Increase (decrease) in claims and judgments | - | - | 77,865 |
| Increase (decrease) in compensated absences | - | 2,459 | - |
| Total Adjustments | 81,808 | (2,487,323) | 889,863 |
| Net Cash Provided (Used) by Operating Activities | \$ (433,263) | \$ 3,535,996 | \$ 4,365,977 |
| Non-Cash Investing, Capital, and Financing Activities: | | | |
| Bond premium amortization | \$ - | \$ 36,415 | \$ - |

CITY OF MANHATTAN BEACH

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2022

| | <u>Custodial Fund Special Assessment Redemption</u> |
|---|---|
| Assets: | |
| Cash and investments | \$ 1,774,640 |
| Receivables: | |
| Special assessments | 89,523 |
| Cash and investments with fiscal agents | <u>1,118,420</u> |
| Total Assets | <u>2,982,583</u> |
| Liabilities: | |
| Accounts payable | <u>1,980</u> |
| Total Liabilities | <u>1,980</u> |
| Net Position: | |
| Restricted for other governments | <u>2,980,603</u> |
| Total Net Position | <u>\$ 2,980,603</u> |

DRAFT

CITY OF MANHATTAN BEACH

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 YEAR ENDED JUNE 30, 2022

| | <u>Custodial Fund Special Assessment Redemption</u> |
|---|---|
| Additions: | |
| Special assessments | \$ 1,659,113 |
| Interest income | 243 |
| Total Additions | <u>1,659,356</u> |
| Deductions: | |
| Professional services | 7,330 |
| Principal payment | 1,205,000 |
| Interest expenses | 258,730 |
| Total Deductions | <u>1,471,060</u> |
| Changes in Net Position | <u>\$ 188,296</u> |
| Net Position | |
| Beginning of the Year, as originally reported | \$ (15,528,982) |
| Restatement | 18,321,289 |
| Beginning of Fiscal Year, as restated | 2,792,307 |
| Changes in Net Position | 188,296 |
| End of the Year | <u><u>\$ 2,980,603</u></u> |

DRAFT

Note 1: Organization and Summary of Significant Accounting Policies

a. Description of the Reporting Entity

The City of Manhattan Beach, California (the City), was incorporated on December 12, 1912, under the laws of the State of California and enjoys all the rights and privileges applicable to a general law city. It is governed by an elected five-member council. As required by accounting principles generally accepted in the United States of America, these financial statements present the City of Manhattan Beach (the primary government) and its component unit, the Manhattan Beach Capital Improvements Corporation. The component unit is included in the reporting entity because of the significance of its operational or financial relationships with the City of Manhattan Beach. It is governed by the City Council of the City of Manhattan Beach and its activities exclusively benefit the City, therefore it is presented as a blended component unit. Separate financial statements are not prepared for the Manhattan Beach Capital Improvements Corporation.

Blended Component Unit

Manhattan Beach Capital Improvements Corporation - The Manhattan Beach Capital Improvements Corporation (the Corporation) is a nonprofit public benefits corporation, organized under the laws of the State of California in September 1996, pursuant to the Nonprofit Public Benefit Corporation Laws (Title I, Division 2, Part 2, Section 5110). The sole purpose of the Corporation is to issue debt for capital improvements. Certificates of participation are debt issued by the Corporation providing the holder an interest, i.e. the right to participate in the lease payments paid by the City to the Corporation. There are no separately issued financial statements for this entity.

b. Accounting and Reporting Policies

The City adopted GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which established accounting and financial reporting standards for financial statements of state and local governments.

c. Description of Funds

The accounts of the City are organized and operated on the basis of funds, each of which is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein. These funds are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

In accordance with the City's municipal code and budget, several different types of funds are used to record the City's financial transactions. For financial reporting purposes, such funds have been categorized and are presented as follows:

Governmental Fund Types

General Fund - to account for all unrestricted resources except those required to be accounted for in another fund.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Special Revenue Funds - to account for the proceeds of specific revenue sources (other than for major capital projects) that are restricted by law or administrative action to expenditures for specified purposes.

Capital Projects Funds - to account for financial resources segregated for the acquisition or construction of major capital facilities, other than those financed by Enterprise or Internal Service Funds. In recent years, the Underground Assessment District Fund was added to this category.

Proprietary Fund Types

Enterprise Funds - to account for operations where it is the stated intent that costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges, or where determination of net income is deemed appropriate.

Internal Service Funds - to account for insurance reserve, information systems, building maintenance and operations, and fleet management services provided to the departments of the City on a continuing basis, which are financed or recovered primarily by charges to the user departments.

Fiduciary Fund Types

Custodial Funds - to account for special assessment collections for debt service for the underground assessment bonds that the City remits to the fiscal agent.

d. Basis of Accounting/Measurement Funds

Government-Wide Financial Statements

The City government-wide financial statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of Governmental Activities and Business-Type Activities for the City. Fiduciary Activities of the City are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets, deferred inflows and outflows of resources, and liabilities, including capital assets and infrastructure as well as long-term debt are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which the benefit is incurred. The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The types of program revenues for the City are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions. Charges for services include revenues from customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function. Grants and contributions include revenues restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenue are reported instead as general revenue.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Government-wide financial statements do not provide information by fund; they simply distinguish between governmental and business-type activities. The City's Statement of Net Position includes current and noncurrent assets and liabilities, as well as deferred inflows and outflows of resources.

Financial Statement Classification

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

Net Investment in capital assets - This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of capital assets reduce this category.

Restricted Net Position - This category presents restrictions imposed by creditors, grantors, contributions or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position - This category represents the net position of the City, not restricted for any project or other purpose.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenue, Expenditures and Change in Fund Balances for all major governmental funds and aggregated nonmajor funds. An accompanying schedule is presented to reconcile and explain the differences in fund balance as presented in these statements to the net position presented in the government-wide financial statements. The City has presented all major funds that met the qualifications of GASB Statement No. 34.

All governmental funds are accounted for by using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included in the governmental fund balance sheet. Related operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance.

The modified accrual basis of accounting is used by all governmental funds as the basis for recognizing revenues. Under the modified accrual basis of accounting, revenues are susceptible to accrual and consequently recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be readily determined, and "available" means that the transaction amount is collectible within the current period or soon thereafter (generally 60 days after year-end) to be used to pay liabilities of the current period. Revenues considered susceptible to accrual include property taxes and sales taxes collected after year-end, earned and uncollected investment interest income, uncollected rents and leases and unbilled service receivables. Revenues from such items as license and permit fees, fines and forfeitures and general service charges are not susceptible to accrual because they are generally not measurable until received in cash.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

The government reports unearned revenue on its balance sheet for grant monies received before the City has a legal claim to them, such as grant funds received prior to incurring qualified expenses. In subsequent periods, the unearned revenue is removed once revenue recognition criteria are met and the City has established legal claim to the resources.

Governmental fund expenditures are recorded when the related fund liability is incurred. Principal and interest on long-term debt are recorded as fund liabilities when they are due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Proprietary Funds Financial Statements

Proprietary funds financial statements include a Statement of Fund Net Position, a Statement of Revenues, Expenses and Change in Fund Net Position, and a Statement of Cash Flows. All proprietary fund types are accounted for on a flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. With this measurement focus, all assets, deferred outflows/inflows of resources and liabilities (current and long-term) resulting from the operations of these funds are included in the Statement of Net Position. Accordingly, the proprietary fund Statement of Net Position presents assets, deferred inflows/outflows of resources and liabilities classified into their respective current and long-term categories.

The City's internal service funds are presented in the proprietary funds financial statements. Because the principal users of the internal services are the City's governmental activities, the financial statements of the internal service funds are consolidated into the governmental activities column when presented in the government-wide financial statements. To the extent possible, the cost of these services is reported in the appropriate functional activity.

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

There is no look-back adjustment on the statement of fund net position and the statement of revenues, expenses and changes in fund net position for the enterprise funds' participation in the internal services funds because these transactions are paid in cash, therefore there is no internal balance related to what can be considered a quasi-external transaction.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Major Funds

Governmental Accounting Standards Board Statement 34 (GASB 34) requires the City to report all major funds in the basic financial statements. In accordance with GASB 34, the following funds are classified as major governmental funds:

General Fund – used to account for all unrestricted resources except those required to be accounted for in another fund. This fund accounts for general citywide operations.

The following funds are classified as major proprietary funds:

Water Fund - used to account for the operation of the City's water utility system. Revenues are generated from user fees, which are adjusted periodically to meet the costs of administration, operation, maintenance and capital improvements to the system. In fiscal year 1997, funds the City completed a comprehensive utility fee study and issued certificates of participation for the purpose of upgrading the City's water and wastewater systems.

Wastewater Fund - used to account for the maintenance and improvements of the City's sewer system. Revenues are derived from a user charge placed on the water bills. In fiscal year 1997, the City completed a comprehensive utility fee study and issued certificates of participation for the purpose of upgrading the City's water and wastewater system.

Parking Fund - used to account for the general operations and maintenance of City parking lots and spaces. Revenues are generated from the use of these properties.

e. Property Tax Calculator

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

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

f. Cash and Investments

Cash and Cash Equivalents

For purpose of the Statement of Cash Flows, the City considers cash and cash equivalents as short-term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. The City follows the practice of pooling cash and investments of all funds except for funds in its 125 medical flex plan; its Section 115 Trust, and its outstanding Water and Wastewater; Marine Avenue Sports Field; and Metlox, Police & Fire Facility bonded debt, which are held by outside trustees.

Investments

Investments are shown at fair value, in accordance with GASB Statements No. 31 and No. 72. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

For purposes of the Statement of Cash Flows, the proprietary fund types consider all cash and investments to be cash equivalents, as these funds participate in the citywide cash and investment pool.

g. Restricted Cash and Investments

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

Additionally, the City established the PARS Post-Employment Benefits Trust as a tax-exempt trust within the meaning of Section 115 of the IRS Code and relevant statutory provisions of the State of California for the purpose of pre-funding pension obligation and/or OPEB obligation. The City's adoption and operation of the Trust has no effect on any of the current or former employee's entitlement to post-employment benefits. The balances and activities of the Trust are irrevocably dedicated to funding future post-employment benefit obligations. The assets will benefit the City through reduced future cash flow demands on the City's General fund resources and continue to be assets of the City. These amounts are reflected as restricted cash and investments in the General fund.

h. Capital Assets

Capital assets, which include land, machinery and equipment, right-to-use machinery and equipment, buildings and improvements, right-to-use building and improvements, intangibles, and infrastructure (roads, bridges, curbs and gutters, streets, walk-streets and sidewalks, parks and recreation improvements), are reported in the government-wide financial statements. Capital assets and infrastructure are defined by the City as assets with an initial, individual cost of more than \$5,000 and \$100,000 respectively (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Capital assets are reported net of accumulated depreciation on the Statement of Net Position. Depreciation is provided for on the straight-line method over the estimated useful lives of the assets as follows:

| Asset | Years |
|-------------------------------------|----------|
| Equipment | 5 - 20 |
| Right-to-use Equipment | 5 - 20 |
| Vehicles | 3 - 20 |
| Buildings/Improvements | 40 - 100 |
| Right-to-use Buildings/Improvements | 40 - 100 |
| Water and Sewer Systems | 30 - 50 |
| Other Infrastructure | 15 - 100 |

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

i. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Financial Position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government reports deferred outflows of resources for pension contributions made after the actuarial measurement date which will be recognized in the following year, for the net difference between projected and actual earnings on pension and OPEB plan investments, the difference between expected and actual experience, the changes of assumptions, adjustments due to the difference in proportions, and the difference in proportionate share. The government also reports deferred outflows for deferred charges on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Financial Position and the Governmental Fund Balance Sheet report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has several items that qualify for reporting in this category:

1. Unavailable revenue reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from grant revenues. These amounts are deferred and recognized as an inflow of resources in the period when they become available.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

2. Pension and OPEB related deferred inflows are reported only on the Statement of Net Position. The government reports deferred inflows of resources related to pensions arising from certain changes in the net pension liability, net pension asset, or net OPEB asset. Deferred inflows and outflows of resources related to changes in the net pension liability, net pension asset, and net OPEB asset are recognized systematically over time. Amounts are first recognized in the year the change occurs. The remaining amounts are to be recognized in future periods. The recognition period differs depending on the source of the change, and they currently are amortized over 5 years or the average remaining service life time.
3. A deferred inflow of resources related to leases is reported for the value of lease receivable payments to be recognized as an inflow of resources in a systematic and rational manner over the term of the lease agreements.

j. Net Pension Liability

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 Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For the pension plan administered under the California Public Employee's Retirement System (CalPERS), the following timeframes are used:

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

k. Net Other Post-employment Benefits (OPEB) Liability

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

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

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

I. Interfund Transfers

As a general rule, interfund transactions have been eliminated from the government-wide financial statements. Exceptions to this rule are payments in lieu or charges for current service between the City's enterprise activity and the City's governmental funds. Elimination of these transactions would distort the direct costs and program revenues for the various functions. Certain eliminations have been made regarding interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column.

In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental, business-type, and fiduciary activities have not been eliminated.

m. Long-Term Obligations

In the government-wide and proprietary funds financial statements, long-term obligations are recorded 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 debt using the effective interest method.

In the governmental fund financial statements, long-term obligation, bond discounts and premiums are recognized as other financing sources or uses when incurred. Issuance costs are recorded as a current year expenditure.

The City has recorded all judgment and claim liabilities resulting from workers' compensation and liability insurance claims in the Insurance Reserve Fund, which is a component of the Internal Service funds group. The recorded liability is based upon an estimate of reported claims as provided by an analysis of a third-party administrator. Reported short-term and long-term estimated losses and reserves of \$10,773,525 and \$7,030,500 respectively, are recorded in the Insurance Reserve Fund.

Only the short-term liability is reflected as a current liability in all applicable governmental fund types; the remainder of the liability is reported as long-term debt in the Statement of Net Position.

n. Vacation and Sick Leave

The City's policy is to record the cost of vested vacation and sick leave as it is earned. Vacation is payable to employees at the time a vacation is taken or upon termination of employment. At termination, employees are eligible to convert 50% of unused sick time to service credit; however, sworn fire safety personnel, upon service retirement, may opt to cash out 50% of the value of unused sick leave.

Miscellaneous and sworn police employees may accrue compensated time off in lieu of payment for overtime hours. Overtime hours are banked at either time-and-a-half or straight-time hours depending upon the nature of the overtime worked. The dollar value of these hours is included as an employee benefits liability as shown in the balance sheet.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

o. Allocation of Interest Income

The City pools all non-restricted cash for investment purchases and allocates interest income based on month-end cash balances. Interest earned by restricted Cash is posted to their respective accounts.

p. Other Accounting Policies

Inventories - Inventories of materials and supplies are carried at cost on a weighted-average basis. The City uses the consumption method of accounting for inventories.

Prepaid items - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

q. Estimates

The accompanying financial statements require management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

r. Net Position Flow Assumption

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

s. Fund Balance Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

t. Fund Balance Policy

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes.

- Non-spendable fund balance is the portion of fund balance that cannot be spent due to form. Examples include inventories, prepaid amounts, long-term loans, and notes receivable, unless the proceeds are restricted, committed or assigned. Also, amounts that must be maintained intact legally or contractually, such as the principal of a permanent fund are reported within the non-spendable category.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

- Restricted fund balance is the portion of fund balance that is subject to externally enforceable limitations by law, enabling legislation or limitations imposed by creditors or grantors. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).
- The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The governing council is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.
- Assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The governing council (council) has by resolution authorized the finance director to assign fund balance. The council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.
- Unassigned fund balance is the residual classification that includes all spendable amounts in the General Fund not contained in other classifications.

Note 2: Stewardship, Compliance and Accountability

Deficit Fund Balance and Net Position

At June 30, 2022, the Building Maintenance and Operations Fund has a deficit net position of \$520,664 respectively. The deficit is the result of non-current liabilities and will be resolved by future revenues and contributions from other funds.

Note 3: Cash and Investments

As of June 30, 2022, cash and investments were reported in the accompanying financial statements as follows:

| | |
|----------------------------|------------------------------|
| Governmental Funds | \$ 69,153,782 |
| Internal Service Funds | 25,087,666 |
| Business-Type Activities | 45,657,451 |
| Fiduciary Funds | <u>2,893,060</u> |
| Total Cash and Investments | <u><u>\$ 142,791,959</u></u> |

The City pools all cash and investments that is available for use for all funds, including fiduciary funds. Unrestricted and restricted cash and investments, as indicated in the government-wide statement of net position, do not include fiduciary cash and investments.

Note 3: Cash and Investments (Continued)

These cash amounts are included in the Statement of Fiduciary Net Position – Fiduciary Funds. Each fund type's position in the pool is reported on the Combined Balance Sheet as cash and investments. The City has adopted an investment policy, which authorizes it to invest in various investments.

a. Deposits

At June 30, 2022, the carrying amount of the City's deposits after outstanding checks and deposits in transit was \$7,727,774 and the bank balance was \$10,393,330. The \$3,211,556 difference represents outstanding checks and other reconciling items.

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of an entity's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a

City's total deposits. The City's Treasurer may waive the collateral requirement for deposits that are fully insured up to \$250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking.

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

Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the City.

b. Authorized Investments

Under provisions of the City's Investment Policy, and in accordance with Section 53601 of the California Government Code, the City may invest in the following types of investments:

- Securities of the U.S. Government, or its agencies
- Certificates of Deposit (or Time Deposits) placed with commercial banks and/or savings and loan associations
- Negotiable Certificates of Deposit
- Bankers Acceptances
- Commercial Papers
- Local Agency Investment Fund (State Pool) Demand Deposits
- Passbook Savings Account Demand Deposits
- Federally Insured Thrift and Loan
- Repurchase Agreements
- Medium-Term Corporate Notes
- Floaters or step-ups with market driven interest rate adjustments
- Mutual Funds of highest ratings

Note 3: Cash and Investments (Continued)

The City's investment policy does not allow the use of reverse-repurchase agreements and, accordingly, the City did not borrow through the use of reverse-repurchase agreements at any time during the year.

c. Investments Authorized by Debt Agreements

The above investments do not address investment of debt proceeds held by a bond trustee. Investments of debt proceeds held by a bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the Entity's investment policy.

d. Investments in State Investment Pool

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

The City is required to disclose its methods and assumptions used to estimate the fair value of its holdings in LAIF. The City relied upon information provided by the State Treasurer in estimating the City's fair value position of its holdings in LAIF. The City had a contractual withdrawal value of \$48,000,000 whose pro-rata share of fair value was estimated by the State Treasurer to be \$47,382,020.

e. GASB Statement No. 31

The City adopted GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, as of July 1, 1997. GASB Statement No. 31 establishes fair value standards for investments in participating interest earning investment contracts, external investment pools, equity securities, option contracts, stock warrants and stock rights that have readily determinable fair values. Accordingly, the Entity reports its investments at fair value in the balance sheet.

All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statement.

Methods and assumptions used to estimate fair value. The City maintains investment accounting records and adjusts those records to "fair value" on an annual basis for material amounts. The City's investment custodian provides market values on each investment instrument on a monthly basis for material amounts. The investments held by the City are widely traded in the financial markets and trading values are readily available from numerous published sources. Material unrealized gains and losses are recorded on an annual basis and the carrying value of its investments is considered fair value. For the year ended June 30, 2022, the fair value of investments exceeded book value the by \$3,696,740.

f. Credit Risk

The City's investment policy limits investments in medium-term notes (MTN's) to those rated in the top three rating categories by two of the three largest nationally recognized rating services at time of purchase. As of June 30, 2022, the City's investment in

Note 3: Cash and Investments (Continued)

medium-term notes consisted of investments with Microsoft Corp., Berkshire Hathaway Inc., Coca Cola Co., United Parcel Service, Costco Wholesale Corp., Apple Inc., Oracle Corp, Toyota Motor Credit Corp., US Bank NA Cincinnati, Bank of New York Mellon Corp., and Walt Disney Company. All MTN's were rated "A" or higher by Moody's at time of purchase. Investment in government agencies issued by the Federal National Mortgage Association, the Federal Home Loan Banks, the Federal Home Loan Mortgage Corporation, and the Federal Farm Credit Banks were rated "Aaa" by Moody's and "AA+" by Standard & Poor's. Asset-Backed Securities were rated "Aaa" by Moody's and "AAA" by Standard & Poor's.

All securities were investment grade and were legal under state and city policies. Investments in U.S. government securities are not considered to have credit risk; therefore, their credit quality is not disclosed. As of June 30, 2022, the City's investments in external investment pools and money market mutual funds are unrated.

g. Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City does not have a policy for custodial credit risk.

As of June 30, 2022, none of the City's deposits or investments was exposed to custodial credit risk.

h. Concentration of Credit Risk

The City's investment policy imposes restrictions for certain types of investments with any one issuer for the following types of investments. With respect to concentration of credit risk, as of June 30, 2022, the City is in compliance with its investment policy's restrictions.

In accordance with GASB Statement No. 40, the city is exposed to credit risk if it has invested more than 5% of its total investments in any one issuer. The following issuers are above 5% of the total investments: Federal Home Loan Bank (7.48%), Federal Farm Credit (9.13%), and Fannie Mae (5.99%). These government-sponsored investments are backed by the federal government and are below the City's investment policy limit of 33.33% of total investments.

i. Interest Rate Risk

The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment policy states that no investment can mature more than five years from the date of purchase in line with state code requirements. The only exception to these maturity limits shall be the investment of the gross proceeds of tax-exempt bonds. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 3: Cash and Investments (Continued)

j. Fair Value Measurement and Application

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Debt securities classified in Level 2 of the fair value hierarchy use a market approach to measure fair value. The City's pricing vendor, through rules based logic, utilizes valuation techniques that reflect market participants' assumptions and vary by asset class and per methodology, and maximizes the use of relevant observable data including quoted prices for similar assets, benchmark yield curves and market corroborated inputs.

The City has the following recurring fair value measurements as of June 30, 2022:

| Investment Type | Total | Uncategorized | Fair Value Level | | |
|-------------------------------------|----------------|---------------|------------------|---------------|------|
| | | | 1 | 2 | 3 |
| Local Agency Investment Fund (LAIF) | \$ 47,382,020 | \$ 47,382,020 | \$ - | \$ - | \$ - |
| US Treasury and Agency Notes | 70,273,330 | - | 35,773,440 | 34,499,890 | - |
| Medium-Term Corporate Notes | 12,647,910 | - | - | 12,647,910 | - |
| Total Investments | \$ 130,303,260 | \$ 47,382,020 | \$ 35,773,440 | \$ 47,147,800 | \$ - |

As of June 30, 2022, the City had the following investments and original maturities:

| | Remaining Investment Maturities | | | | Fair Value |
|--|---------------------------------|--------------------|---------------|-------------------|----------------|
| | 6 months or less | 6 months to 1 year | 1 to 3 years | More than 3 years | |
| <u>Pooled investments:</u> | | | | | |
| Local Government Fund | \$ 47,382,020 | \$ - | \$ - | \$ - | \$ 47,382,020 |
| US Treasury and agency notes | - | - | 24,913,110 | 45,360,220 | 70,273,330 |
| Medium-term notes | - | - | 6,960,420 | 5,687,490 | 12,647,910 |
| | \$ 47,382,020 | \$ - | \$ 31,873,530 | \$ 51,047,710 | 130,303,260 |
| <u>Investment with Fiscal Agents:</u> | | | | | |
| PARS pension | | | | | 1,603,037 |
| Utility undergrounding | | | | | 1,118,421 |
| Water/Wastewater, Metlox Refunding bonds | | | | | 169,540 |
| Marine certificates of participation | | | | | 75,151 |
| Police & Fire certificate of participation refunding bonds | | | | | 107,631 |
| Fire Station 2 COPs | | | | | 139,500 |
| Pension Obligation Bonds | | | | | 1,038,300 |
| | | | | | 4,251,580 |
| Demand deposits | | | | | 7,727,774 |
| Other deposits | | | | | 507,323 |
| Petty cash | | | | | 2,022 |
| | | | | | 8,237,119 |
| | | | | | \$ 142,791,959 |

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 4: Interfund Transactions

Interfund Transfers

With City Council approval, resources may be transferred from one fund to another. Transfers between individual funds during the fiscal year ended June 30, 2022, are presented below:

| | Transfers in | | | Total |
|-----------------------------|-------------------|-----------------------------|---------------------------|---------------------|
| | General Fund | Nonmajor Governmental Funds | Nonmajor Enterprise Funds | |
| <u>Transfers Out</u> | | | | |
| General Fund | \$ - | \$ 2,006,465 | \$ 2,183,688 | \$ 4,190,153 |
| Nonmajor Governmental Funds | - | 770,326 | - | 770,326 |
| Nonmajor Proprietary Funds | 532,628 | - | - | 532,628 |
| Total | <u>\$ 532,628</u> | <u>\$ 2,776,791</u> | <u>\$ 2,183,688</u> | <u>\$ 5,493,107</u> |

The interfund transfers scheduled above resulted from a variety of City initiatives including the following:

- The General Fund transferred \$2,006,465 to the Nonmajor Governmental funds to transfer the Pension Obligation Bond savings to the Capital Improvement fund per the City's Pension policy, to contribute to Fire Station 2, and to provide additional working capital. The General Fund also transferred \$2,183,688 to the Stormwater Fund to support operations.
- Nonmajor Governmental transferred \$770,326 for a reimbursement for the Fire Station 2 design per bond documents.
- Nonmajor Proprietary transferred \$532,628 to the General Fund to reimburse the fund for operations.

Note 5: Leases

The City implemented GASB Statement No. 87 in the fiscal year ended June 30, 2022. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 5: Leases (Continued)

a. Leases Receivable and Deferred Inflows of Resources

The City is reporting lease receivable of \$24,988,459 at June 30, 2022. For the fiscal year, the City reported lease revenue of \$1,337,489 and lease interest revenue of \$303,582. These leases are summarized as follows:

| Lessee | Lease Receivable | Lease Revenue | Lease Interest Revenue |
|--------------------------------|----------------------|---------------------|------------------------------|
| Bay Club Manhattan Beach, LLC | \$ 8,990,357 | \$ 447,189 | \$ 108,793 |
| Verizon 16/ Valley Lease | 3,407,254 | 157,602 | 41,205 |
| Manhattan Beach Hotel TRS, LLC | 3,991,556 | 372,095 | 50,444 |
| Metlox LLC | 6,884,750 | 196,118 | 81,850 |
| New Cingular Wireless PCS, LLC | 1,664,788 | 106,116 | 20,037 |
| United State Post Office | 39,407 | 52,198 | 1,062 |
| Lemonade Storage | 10,347 | 6,171 | 191 |
| | <u>\$ 24,988,459</u> | <u>\$ 1,337,489</u> | <u>\$ 303,582</u> |

Bay Club Manhattan Beach LLC. – In May 2017, the City entered into an amended lease with Bay Club Manhattan Beach, LLC for the property known as the Manhattan Country Club which includes an office building, a tennis complex, a parking lot and slope easement parcels. Based on the lease agreement, the City will receive monthly payment through December 2043.

Verizon 16/Valley Lease – In June 2010, the City entered into a lease agreement with SMSA Limited Partnership d/b/a Verizon Wireless for certain parcel of property for the installation and maintenance of utility wires, poles, cables, conduits and pipes for an initial term of 5 years with extensions up to four five-years terms. The City will receive monthly installments on the first day of each month.

Manhattan Beach Hotel TRS, LLC – In March 1983, the City entered into a ground lease with Manhattan Beach Hotel properties, a California general partnership for unimproved property for tenant to build and operate a hotel and golf course. The term of the lease is for fifty (50) years commencing March 1983. The City is receiving an initial annual rent of \$400,000 payable in monthly installments.

Metlox LLC – in May 2002, the City entered into a disposition & development agreement and ground lease with Metlox LLC for three building pad parcels located on top of a subterranean parking structure to be constructed as part of the project. The term of the lease is for 55 years commencing on May 2002 with the right. Rent to the City is due in monthly installments.

New Cingular Wireless PCS, LLC – In September 2018, the City entered into a structure lease agreement with New Cingular Wireless PCS, LLC for ground and rooftop space for the placement of tenant's antenna and communication equipment. The original term of the lease is for five years with four automatic five-year terms renewal. Rent is due to the city in monthly installments and will increase annually by 5% in year two of the initial agreement.

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 5: Leases (Continued)

United State Post Office – in April 2018, the City leased approximately 1,900 square feet of interior space and additional space to the United States Postal Service. The lease terminates at the end of March 2023. The annual rent to the City is \$53,000 payable in equal installments at the end of each month.

Lemonade Storage – In February 2019, the City entered into a five-years lease agreement with Lemonade Restaurant Group LLC for storage space in the Metlox Parking Structure. The lease term asks for monthly rent payments to the City

The principal and interest payments expected to maturity are as follows:

| Fiscal Year | Governmental Activities | | |
|-------------|-------------------------|---------------------|----------------------|
| | Principal Payment | Interest Payment | Total |
| 2023 | \$ 1,145,060 | \$ 290,251 | \$ 1,435,311 |
| 2024 | 1,123,988 | 277,044 | 1,401,032 |
| 2025 | 1,140,783 | 264,000 | 1,404,783 |
| 2026 | 1,162,387 | 250,744 | 1,413,131 |
| 2027 | 1,184,659 | 237,237 | 1,421,896 |
| 2028 - 2032 | 6,282,863 | 974,230 | 7,257,093 |
| 2033 - 2037 | 4,927,844 | 628,835 | 5,556,679 |
| 2038 - 2042 | 3,854,362 | 376,142 | 4,230,504 |
| 2043 - 2047 | 1,921,340 | 178,893 | 2,100,233 |
| 2048 - 2052 | 1,099,820 | 105,180 | 1,205,000 |
| 2053 - 2057 | 1,145,353 | 39,565 | 1,184,918 |
| | <u>\$ 24,988,459</u> | <u>\$ 3,622,121</u> | <u>\$ 28,610,580</u> |

b. Lease Payable and Right to Use Lease Assets

The City leases certain facilities from the Manhattan Beach Unified School District and miscellaneous equipment from various companies for the City's operation. The terms of these leases expired in fiscal year 2023-24 and 2024-25. Initial leases liability was recorded in the amount of \$3,048,966. As of June 30, 2022, the value of the lease payable is \$2,090,304. In fiscal year 2021-22, the City paid \$994,090 on these leases including an embedded an interest rate of 1.162%.

Right-to-use leased assets at June 30, 2022 include the following:

| Lease Underlying Asset | Amount of Leased Capital Assets | Accumulated Amortization |
|--|---------------------------------|--------------------------|
| Manhattan Beach Unified School District facilities | \$ 2,551,402 | \$ 850,467 |
| Solar trash bins | 86,211 | 27,225 |
| Pitney Bowes postage equipment | 10,541 | 3,514 |
| AIS multifunction copiers | 400,812 | 114,517 |
| Total | <u>\$ 3,048,966</u> | <u>\$ 995,723</u> |

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 5: Leases (Continued)

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

| Fiscal Year | Governmental Activities | | |
|-------------|-------------------------|-------------------|---------------------|
| | Principal Payments | Interest Payments | Total Payments |
| 2023 | \$ 994,801 | \$ 24,289 | \$ 1,019,090 |
| 2024 | 1,032,465 | 12,730 | 1,045,195 |
| 2025 | 63,038 | 347 | 63,385 |
| | <u>\$ 2,090,304</u> | <u>\$ 37,366</u> | <u>\$ 2,127,670</u> |

Note 6: Capital Assets and Depreciation

In accordance with GASB Statement No. 34, the City has reported all capital assets including infrastructure in the Government-Wide Statement of Net Position. The City elected to use the basic approach as defined by GASB Statement No. 34 for all infrastructure reporting, whereby depreciation expense and accumulated depreciation have been recorded. The following table presents the capital assets activity for the year ended June 30, 2022:

| | Ending Balance June 30, 2021 | Adjustments | Beginning Balance July 1, 2021 | Transfers | Increases additions | Decreases (deletions) | Ending Balance June 30, 2022 |
|---|---------------------------------|----------------------|-----------------------------------|--------------------|------------------------|--------------------------|---------------------------------|
| Governmental Activities | | | | | | | |
| Land | \$ 33,634,565 | \$ - | \$ 33,634,565 | \$ - | \$ - | \$ - | \$ 33,634,565 |
| Construction-in-progress | | | | | | | |
| Buildings | 549,714 | 859,146 | 1,408,860 | - | 2,750,102 | - | 4,158,962 |
| Streets / Roadways | 7,111,158 | 11,984,025 | 19,095,183 | (5,136,001) | 3,910,644 | - | 17,869,826 |
| Recreation | 283,452 | 220,504 | 503,956 | - | 397,749 | - | 901,705 |
| Fleet Management | - | - | - | - | 232,492 | - | 232,492 |
| Total Capital Assets, Not Being Depreciated | <u>41,578,889</u> | <u>13,063,675</u> | <u>54,642,564</u> | <u>(5,136,001)</u> | <u>7,290,987</u> | <u>-</u> | <u>56,797,550</u> |
| Buildings and structures | 44,106,832 | - | 44,106,832 | - | - | - | 44,106,832 |
| Right-to-use building and structure | - | - | - | - | 2,551,402 | - | 2,551,402 |
| Machinery and equipment | 5,887,264 | - | 5,887,264 | - | 132,189 | - | 6,019,453 |
| Right-to-use machinery and equipment | - | - | - | - | 497,564 | - | 497,564 |
| Vehicles | 12,601,969 | - | 12,601,969 | - | - | (224,707) | 12,377,262 |
| Infrastructure | | | | | | | |
| Streets / Roadways | 64,690,885 | - | 64,690,885 | 5,136,001 | - | - | 69,826,886 |
| Parks & Recreation | 22,688,011 | - | 22,688,011 | - | - | - | 22,688,011 |
| Investment in Joint Venture (RCC) | 3,692,998 | - | 3,692,998 | - | 51,716 | (46,655) | 3,698,059 |
| Total Capital Assets, Being Depreciated | <u>153,667,959</u> | <u>-</u> | <u>153,667,959</u> | <u>5,136,001</u> | <u>3,232,871</u> | <u>(271,362)</u> | <u>161,765,469</u> |
| Less Accumulated Depreciation: | | | | | | | |
| Buildings and Structures | 14,669,590 | - | 14,669,590 | - | 854,618 | - | 15,524,208 |
| Right-to-use building and structure | - | - | - | - | 850,467 | - | 850,467 |
| Machinery and Equipment | 4,276,786 | - | 4,276,786 | - | 368,824 | - | 4,645,610 |
| Right-to-use machinery and equipment | - | - | - | - | 145,256 | - | 145,256 |
| Vehicles | 8,626,214 | - | 8,626,214 | - | 768,940 | (186,148) | 9,209,006 |
| Infrastructure | | | | | | | |
| Streets / Roadways | 36,418,203 | - | 36,418,203 | - | 1,547,645 | - | 37,965,848 |
| Parks & Recreation | 7,805,756 | - | 7,805,756 | - | 404,883 | - | 8,210,639 |
| Investment in Joint Venture (RCC) | 1,613,134 | - | 1,613,134 | - | 160,075 | (46,655) | 1,726,554 |
| Total Accumulated Depreciation | <u>73,409,683</u> | <u>-</u> | <u>73,409,683</u> | <u>-</u> | <u>5,100,708</u> | <u>(232,803)</u> | <u>78,277,588</u> |
| Total Capital Assets, Being Depreciated, Net | <u>80,258,276</u> | <u>-</u> | <u>80,258,276</u> | <u>5,136,001</u> | <u>(1,867,837)</u> | <u>(38,559)</u> | <u>83,487,881</u> |
| Governmental Activities Capital Assets, Net | <u>\$ 121,837,165</u> | <u>\$ 13,063,675</u> | <u>\$ 134,900,840</u> | <u>\$ -</u> | <u>\$ 5,423,150</u> | <u>\$ (38,559)</u> | <u>\$ 140,285,431</u> |

Adjustments were made to restate construction-in-progress that was expensed in prior fiscal years.

CITY OF MANHATTAN BEACH

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022**

Note 6: Capital Assets and Depreciation (Continued)

| | Ending Balance June 30, 2021 | Adjustments | Beginning Balance June 30, 2021 | Transfers | Increases additions | Decreases (deletions) | Ending Balance June 30, 2022 |
|---|------------------------------------|---------------------|---------------------------------------|-------------|------------------------|--------------------------|------------------------------------|
| Business-Type Activities: | | | | | | | |
| Capital assets, not being depreciated: | | | | | | | |
| Land - Water | \$ 307,967 | \$ - | \$ 307,967 | \$ - | \$ - | \$ - | \$ 307,967 |
| Land - Stormwater | 857,650 | - | 857,650 | - | - | - | 857,650 |
| Land - Parking | 1,441,817 | - | 1,441,817 | - | - | - | 1,441,817 |
| Construction-in-progress | 18,894,594 | 6,800,164 | 25,694,758 | (1,510,937) | 16,102,554 | 75 | 40,286,300 |
| Total Capital Assets, Not Being Depreciated | 21,502,028 | 6,800,164 | 28,302,192 | (1,510,937) | 16,102,554 | 75 | 42,893,734 |
| Capital assets, being depreciated: | | | | | | | |
| Buildings and structures - Parking | 18,163,159 | (76,978) | 18,086,181 | - | - | - | 18,086,181 |
| Machinery and equipment | | | | | | | |
| Parking | 1,803,942 | - | 1,803,942 | 1,510,937 | - | - | 3,314,879 |
| Water | 34,369,246 | - | 34,369,246 | - | - | - | 34,369,246 |
| Storm water | 7,703,405 | - | 7,703,405 | - | - | - | 7,703,405 |
| Wastewater | 16,304,359 | - | 16,304,359 | - | - | - | 16,304,359 |
| Total Capital Assets, Being Depreciated | 78,344,111 | (76,978) | 78,267,133 | 1,510,937 | - | - | 79,778,070 |
| Less Accumulated Depreciation: | | | | | | | |
| Buildings and structures - Parking | 3,084,433 | (76,978) | 3,007,455 | - | - | - | 3,007,455 |
| Machinery and equipment | | | | | | | |
| Parking | 1,249,566 | - | 1,249,566 | - | 252,195 | - | 1,501,761 |
| Water | 15,257,768 | - | 15,257,768 | - | 626,679 | - | 15,884,447 |
| Stormwater | 4,769,316 | - | 4,769,316 | - | 147,650 | - | 4,916,966 |
| Wastewater | 7,578,528 | - | 7,578,528 | - | 315,097 | - | 7,893,625 |
| Total Accumulated Depreciation | 31,939,611 | (76,978) | 31,862,633 | - | 1,341,621 | - | 33,204,254 |
| Total Capital Assets, Being Depreciated, Net | 46,404,500 | - | 46,404,500 | 1,510,937 | (1,341,621) | - | 46,573,816 |
| Business-Type Activities Capital Assets, Net | <u>\$ 67,906,528</u> | <u>\$ 6,800,164</u> | <u>\$ 74,706,692</u> | <u>\$ -</u> | <u>\$ 14,760,933</u> | <u>\$ 75</u> | <u>\$ 89,467,550</u> |

Ajustments were made to restate construction-in-progress that was expensed in prior fiscal years.

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

| | |
|---|---------------------|
| Governmental Activities: | |
| General government | \$ 206,756 |
| Public safety | 1,143,530 |
| Public works | 481,720 |
| Parks and recreation | 2,451,197 |
| Internal service funds | 817,505 |
| Total Depreciation Expense - Governmental Activities | <u>\$ 5,100,708</u> |
| Business-Type Activities: | |
| Water | \$ 626,679 |
| Wastewater | 315,097 |
| Parking | 252,195 |
| Stormwater | 147,650 |
| Total Depreciation Expense - Business-Type Activities | <u>\$ 1,341,621</u> |

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 7: Long-Term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2022:

| | Balance June 30, 2021 | Adjustments * | Deceased | Additions | Deletions | Balance June 30, 2022 | Due in One Year |
|--|--------------------------|---------------------|---------------------|---------------------|---------------------|--------------------------|--------------------|
| Governmental Activities: | | | | | | | |
| Leases payable | \$ - | \$ 3,048,966 | \$ - | \$ - | \$ 958,661 | \$ 2,090,305 | \$ 1,094,325 |
| Certificates of participation: | | | | | | | |
| Marine Ave Park refunding COP Series 2016 | 4,730,000 | - | - | - | 320,000 | 4,410,000 | 335,000 |
| 2013 Police and Fire Refunding COP | 6,635,000 | - | - | - | 545,000 | 6,090,000 | 560,000 |
| 2021 Fire Station No. 2 COP | - | - | - | 7,440,000 | 105,000 | 7,335,000 | 125,000 |
| 2021 Pension Obligation Bonds | 89,388,310 | - | - | - | 3,099,610 | 86,288,700 | 3,378,700 |
| Total Governmental | <u>\$ 100,753,310</u> | <u>\$ 3,048,966</u> | <u>\$ -</u> | <u>\$ 7,440,000</u> | <u>\$ 5,028,271</u> | 106,214,005 | \$ 5,493,025 |
| Unamortized premium | | | | | | 1,752,121 | |
| | | | | | | <u>\$ 107,966,126</u> | |
| Business-Type Activities: | | | | | | | |
| Certificates of participation | | | | | | | |
| 2012 Metlox and Water/Wastewater Refunding COP | \$ 7,695,000 | \$ - | \$ 6,985,000 | \$ - | \$ 710,000 | \$ - | \$ - |
| 2021 Refunding COPs | - | - | - | 5,925,000 | - | 5,925,000 | 590,000 |
| 2021 Pension Obligation Bonds | 1,886,690 | - | - | - | 65,390 | 1,821,300 | 71,300 |
| Total Business Type | <u>\$ 9,581,690</u> | <u>\$ -</u> | <u>\$ 6,985,000</u> | <u>\$ 5,925,000</u> | <u>\$ 775,390</u> | 7,746,300 | \$ 661,300 |
| Unamortized premium | | | | | | 1,196,457 | |
| | | | | | | <u>\$ 8,942,757</u> | |

* Adjustments are the result of the GASB Statement No. 87 implementation.

a. Marine Avenue Certificates of Participation Series 2016

On November 9, 2016, the City issued \$5,905,000 Certificate of Participation Series 2016 (Marine Field Refunding) to refund the outstanding balance of the Variable Rate Demand Refunding Certificates of Participation Series 2002. The Certificates represents the proportionate interest on the lease payments to be made by the City as rent for the use of certain real property located in the City and consisting of the police department and fire department headquarter facility. The Certificates bear interest at a rate of 3% to 4% with principal ranging from \$265,000 to 465,000 and maturing on January 2033. The balance at June 30, 2022, includes an unamortized bond premium of \$283,774 which will be amortized over the life of the issue.

Annual debt service requirements to maturity for the Marine Avenue Certificates of Participation Series 2016 are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--------------------------------|---------------------|-------------------|---------------------|
| 2023 | \$ 335,000 | \$ 150,300 | \$ 485,300 |
| 2024 | 345,000 | 136,900 | 481,900 |
| 2025 | 360,000 | 123,100 | 483,100 |
| 2026 | 370,000 | 108,700 | 478,700 |
| 2027 | 390,000 | 93,900 | 483,900 |
| 2028-2032 | 2,145,000 | 266,550 | 2,411,550 |
| 2033 | 465,000 | 13,950 | 478,950 |
| Total | <u>\$ 4,410,000</u> | <u>\$ 893,400</u> | <u>\$ 5,303,400</u> |

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 7: Long-Term Debt (Continued)

In the event of a default, there is no remedy of acceleration of the total lease payments due over the term of the lease agreement and the trustee is not empowered to sell the leased premises and use the proceeds of such a sale to redeem the 2016 certificates or pay debt service thereon. The city will be liable only for lease payments on an annual basis, and the trustee will be required to seek a separate judgment each year for the year's defaulted lease payments.

b. 2013 Police and Fire Facility Refunding Certificates of Participation

In February 2013, the City issued \$10,510,000 of Certificates of Participation, Series 2013, to advance refund the 2004 Police and Fire Certificates of Participation (2004 COP). The payments under the lease agreement are due January and July of each year until maturity in January 2032 and include interest rates ranging from 2% to 4%. The proceeds were used to purchase U.S. Government securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of the refunded debt. The balance at June 30, 2022, includes an unamortized bond premium of \$250,422 which will be amortized over the life of the issue.

The reacquisition price exceeded the net carrying amount of the old debt by \$595,473. This amount is being deferred as an outflow of resources and amortized over the remaining life of the refunded debt. The outstanding balance at June 30, 2022 is \$305,782.

Annual debts service requirements to maturity for the 2013 Police and Fire Certificates of Participation are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--------------------------------|---------------------|---------------------|---------------------|
| 2023 | \$ 560,000 | \$ 215,263 | \$ 775,263 |
| 2024 | 575,000 | 198,463 | 773,463 |
| 2025 | 600,000 | 175,463 | 775,463 |
| 2026 | 620,000 | 151,463 | 771,463 |
| 2027 | 650,000 | 126,663 | 776,663 |
| 2028-2032 | 3,085,000 | 279,231 | 3,364,231 |
| Total | <u>\$ 6,090,000</u> | <u>\$ 1,146,546</u> | <u>\$ 7,236,546</u> |

In the event of a default, there is no remedy of acceleration of the total lease payments due over the term of the lease agreement and the trustee is not empower to sell the leased premises and use the proceeds of such a sale to redeem the 2013 certificates or pay debt service thereon. The city will be liable only for lease payments on an annual basis, and the trustee will be required to seek a separate judgment each year for the year's defaulted lease payments.

c. 2021 Fire Station COP

In August 2021, the City of Manhattan Beach issued \$7,440,000 of Certificates of Participation (COP) to pay a portion of the costs to constructing and equipping a fire station and related improvements and pay certain costs of issuance. The payments under the lease agreement are due January and July of each year until maturity in January 2051 and include interest rates ranging from 3% to 5%. The COP includes an unamortized premium of \$1,217,925 at June 30, 2022, which will be amortized over the life of the issue.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022
Note 7: Long-Term Debt (Continued)

Annual debt service requirements to maturity for the 2021 Fire Station Certificates of Participation are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--------------------------------|---------------------|---------------------|----------------------|
| 2023 | 125,000 | 279,000 | 404,000 |
| 2024 | 135,000 | 272,750 | 407,750 |
| 2025 | 140,000 | 266,000 | 406,000 |
| 2026 | 145,000 | 259,000 | 404,000 |
| 2027 | 155,000 | 251,750 | 406,750 |
| 2028-2032 | 905,000 | 1,134,000 | 2,039,000 |
| 2033-2037 | 1,150,000 | 890,750 | 2,040,750 |
| 2038-2042 | 1,410,000 | 634,050 | 2,044,050 |
| 2043-2047 | 1,650,000 | 379,500 | 2,029,500 |
| 2048-2051 | 1,520,000 | 115,000 | 1,635,000 |
| Total | <u>\$ 7,335,000</u> | <u>\$ 4,481,800</u> | <u>\$ 11,816,800</u> |

In the event of default, there is no remedy of acceleration of the total lease payments due over the term of the lease agreement and the Trustee is not empowered to sell the leased premises and use the proceeds of such a sale to redeem the 2021 Certificates or pay debt service. The City will be liable for the Lease payment on an annual basis and the Trustee would be required to seek a separate judgement each year for the year's defaulted lease payments.

d. 2012 Metlox and Water/Wastewater Refunding Certificates of Participation

In July 2012, the City of Manhattan Beach issued \$12,975,000 of fixed rate Certificates of Participation (COP) to refund the City's 2003 Metlox Public Improvements Certificates of Participation and the 1996 Water and Wastewater Improvement Project Certificates of Participation. The payments under the lease agreement are due January and July of each year with interest rates ranging from 2% to 4% and mature through January 2032. In December 2021, the City issued \$5,925,000 Refunding Certificates of Participation Series 2021 to refund the 2012 Metlox and Water/Wastewater Refunding Certificates of Participation. The proceeds of the Refunding Certificates of Participation Series 2021 will be used to establish an Escrow Fund to refund and defease all the outstanding 2012 Certificates of Participation. The moneys deposited with the Escrow Agent will, together with any other funds held by the Escrow Agent, be sufficient to make full and timely payment of the principal and interest on the 2012 Certificates. As a result, the 2012 Certificates of Participation is now defeased. The defeasance of the 2012 Certificates of Participation with the Refunding Certificates of Participation Series 2021 resulted in a net present value saving of \$746,043.

e. 2021 Refunding Certificates of Participation

In November 2021, the City of Manhattan Beach issued \$5,925,000 of fixed rate Refunding Certificates of Participation Series 2021 to refund the Certificates of Participation (Metlox and Water/Wastewater Refunding) Series 2012 ("the Certificates"). The payments under the lease agreement are due January and July of each year with an interest rate of 5% and mature through 2032. The COP includes an unamortized premium of \$1,196,233 at June 30, 2022, which will be amortized over the life of the issue.

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 7: Long-Term Debt (Continued)

Annual debt service requirements to maturity for the 2021 Fire Station Certificates of Participation are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--------------------------------|---------------------|---------------------|---------------------|
| 2023 | \$ 590,000 | \$ 161,292 | \$ 751,292 |
| 2024 | 640,000 | 266,750 | 906,750 |
| 2025 | 670,000 | 234,750 | 904,750 |
| 2026 | 705,000 | 201,250 | 906,250 |
| 2027 | 490,000 | 166,000 | 656,000 |
| 2028-2032 | 2,830,000 | 437,750 | 3,267,750 |
| Total | <u>\$ 5,925,000</u> | <u>\$ 1,467,792</u> | <u>\$ 7,392,792</u> |

In the event of default, there is no remedy of acceleration of the total lease payments due over the term of the lease agreement and the Trustee is not empowered to sell the leased premises and use the proceeds of such a sale to redeem the 2021 Certificates or pay debt service. The City will be liable for the Lease payment on an annual basis and the Trustee would be required to seek a separate judgement each year for the year's defaulted lease payments.

f. 2021 Taxable Pension Obligation Bonds

In May 2021, the City of Manhattan Beach issued \$91,275,000 of Taxable Pension Obligation Bonds (POB). The bonds were issued to pay the City's unfunded accrued actuarial liability to the California Public Employees Retirement System with respect to the City's defined benefit retirement plans for City employees. The payments under the agreement are due January and July of each year with interest rates ranging from 0.12% to 2.79% and mature through January 2043.

Annual debt service requirements to maturity for the 2021 Taxable Pension Obligation Bonds are as follows:

| Fiscal Year Ending June 30, | Principal | Interest | Total |
|--------------------------------|----------------------|----------------------|-----------------------|
| 2023 | 3,450,000 | 2,072,521 | 5,522,521 |
| 2024 | 3,465,000 | 2,063,068 | 5,528,068 |
| 2025 | 3,495,000 | 2,043,872 | 5,538,872 |
| 2026 | 3,530,000 | 2,009,411 | 5,539,411 |
| 2027 | 3,580,000 | 1,967,546 | 5,547,546 |
| 2028-2032 | 18,965,000 | 8,818,544 | 27,783,544 |
| 2033-2037 | 21,410,000 | 6,467,981 | 27,877,981 |
| 2038-2042 | 24,780,000 | 3,180,104 | 27,960,104 |
| 2043 | 5,435,000 | 169,300 | 5,604,300 |
| Total | <u>\$ 88,110,000</u> | <u>\$ 28,792,347</u> | <u>\$ 116,902,347</u> |

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

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 8: Compensated Absences

At June 30, 2022, the total citywide accrued liability for compensated absences amounted to \$4,769,263. \$4,652,548 relates to general government services and \$116,715 to business-type activities. The governmental activities liability is generally liquidated by the General Fund and the business-type activities liabilities are liquidated by the corresponding proprietary funds. The following is a summary of changes in compensated absences liabilities for the year ended June 30, 2022:

| | Balance June 30, 2021 | Additions | Deletions | Balance June 30, 2022 | Due in One Year |
|----------------------------------|--------------------------|---------------------|---------------------|--------------------------|--------------------|
| Governmental Activities: | | | | | |
| Compensated Absences | \$ 4,839,426 | \$ 2,888,821 | \$ 3,075,699 | \$ 4,652,548 | \$ 833,294 |
| Business-Type Activities: | | | | | |
| Compensated Absences | 114,256 | 79,616 | 77,157 | 116,715 | 20,904 |
| Total Business Type | <u>\$ 4,953,682</u> | <u>\$ 2,968,437</u> | <u>\$ 3,152,856</u> | <u>\$ 4,769,263</u> | <u>\$ 854,198</u> |

Note 9: Non-City Obligation

Reported in the custodial fund are special assessment tax bonds related to various special assessment districts included within the City. In March 2018, the City refunded the outstanding bonds for Underground Assessment Districts 04-1, 04-3, 04-5, 05-2 and 05-6. These bonds were issued for the purpose of financing the construction of certain public improvements within the underground utility assessment districts. The amount refunded was \$6,245,000. The sources of the refunding were bond proceeds of \$4,995,000, balance in the capital improvement fund, current year assessments, and net reduction in bond reserve requirements. In December 2019, the City issued two separate limited obligation improvement bonds totaling \$9,390,000 under provisions of the Improvement Bond Act of 1915, for Underground Assessment Districts 19-12 and 19-14 and in March 2020, the City issued \$5,245,000 for Underground District 19-4. These bonds were issued for the purpose of financing the construction of certain public improvements within the underground utility assessment districts. The bonds are secured solely by the subject properties and the amounts held in respective reserve and bond funds. The bonds are not secured by the general taxing power of the City of Manhattan Beach and the City has not pledged credit for payment thereof. The debt outstanding as June 30, 2022, consists of the following:

| Description | Original Amount | Outstanding 6/30/2022 |
|---|--------------------|--------------------------|
| Reassessment District No. 2018 Limited Obligation Refunding Binds, Series 2018 | \$ 4,995,000 | \$ 2,925,000 |
| Assessment District No. 19-12 Limited Obligation Improvement Bonds, 2019 Series A | 4,605,000 | 4,420,000 |
| Assessment District No. 19-14 Limited Obligation Improvement Bonds 2019, Series A | 4,785,000 | 4,590,000 |
| Assessment District No. 19-4 Limited Obligation Improvement Bonds, 2020 Series A | 5,245,000 | 5,030,000 |
| Total | | <u>\$ 16,965,000</u> |

Note 10: CalPERS Retirement Plans

| | Net Pension Liability/(Asset) | Deferred Pension Outflows | Deferred Pension Inflows | Pension Expense/(Income) |
|----------------------|----------------------------------|------------------------------|-----------------------------|-----------------------------|
| Miscellaneous Plan | \$ (16,404,297) | \$ 1,989,211 | \$ 11,044,067 | \$ (551,307) |
| Safety - Police Plan | (24,273,686) | 17,072,984 | 31,158,441 | 124,202 |
| Safety - Fire Plan | (11,210,767) | 8,174,648 | 14,082,739 | (125,948) |
| Total | <u>\$ (51,888,750)</u> | <u>\$ 27,236,843</u> | <u>\$ 56,285,247</u> | <u>\$ (553,053)</u> |

Note 10: CalPERS Retirement Plans (Continued)

a. Miscellaneous Employee Pension Plan

Plan Description

The Miscellaneous Plan of the City of Manhattan Beach is an agent multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). 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 their respective June 30, 2020 Annual Actuarial Valuation Reports. Details of the benefits provided can be obtained in Appendix B of the actuarial valuation reports. 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 service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law. The plan provisions and benefits in effect at June 30, 2021 measurement date, are summarized as follows:

| | Miscellaneous Plan | |
|--|--|---|
| | Tier I * | PEPRA |
| Hire date | Prior to or on December 31, 2012 | On or after January 1, 2013 |
| Benefit formula | 2.0% @ 55 | 2.0% @ 62 |
| Benefit vesting schedule | 5 years of service | 5 years of service |
| Benefit payments | monthly for life | monthly for life |
| Retirement age | minimum 50 yrs | minimum 52 yrs |
| Monthly benefits, as a % of eligible compensation | 1.426% - 2.418% 50 yrs - 63+ yrs, respectively | 1.000% - 2.500%, 52 yrs - 67+ yrs, respectively |
| Required employee contribution rates | 7.000% | 7.250% |
| Required employer contribution rates (1) | 9.100% | 9.100% |

* Closed to new entrants
 (1) Blended rate.

Benefit payments are calculated using the benefit formula above multiplied by the number of years of service and highest single year of compensation for Tier 1 or highest three year average of compensation for PEPRA.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 10: CalPERS Retirement Plans (Continued)

At June 30, 2022, the following employees were covered by the benefit terms of the plan:

| Description | Number of Participants Miscellaneous Plan | |
|--------------------------------------|--|-------|
| | Classic | PEPRA |
| Active members | 130 | 174 |
| Transferred members | 113 | 27 |
| Terminated members | 253 | 107 |
| Retired members and beneficiaries | 186 | 7 |
| Total | 682 | 315 |

Contribution Description

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

For the year ended June 30, 2022, the employer contributions recognized as an addition to net pension asset for the Miscellaneous Plan was \$31,985,066

Net Pension Liability/(Asset)

The City's net pension liability/(asset) is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability/(asset) of the Miscellaneous Plans is measured as of June 30, 2021, using an annual actuarial valuation as of June 30, 2020. A summary of principal assumptions and methods used to determine the net pension liability/(asset) is shown below.

Note 10: CalPERS Retirement Plans (Continued)

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

| | |
|-----------------------------------|--|
| Valuation Date | June 30, 2020 |
| Measurement Date | June 30, 2021 |
| Actuarial Cost Method | Entry Age Normal Cost Method |
| Actuarial Assumptions | |
| Discount Rate | 7.15% |
| Inflation | 2.50% |
| Salary Increases | Varies by Entry Age and Service |
| Mortality Rate Table ¹ | Derived using CalPERS' membership data for all funds |
| Post Retirement Benefit Increase | The lesser of contract COLA or 2.50% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.50% thereafter |

¹ The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. 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. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from December 2017 that can be found on the CalPERS website.

Changes of Assumptions

For the measurement date of June 30, 2021, there were no changes in assumptions.

Long-term Expected Rate of Return

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

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

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 10: CalPERS Retirement Plans (Continued)

| <u>Asset Class (1)</u> | <u>Assumed Asset Allocation</u> | <u>Real Return Years 1 - 10 (2)</u> | <u>Real Return Years 11+ (3)</u> |
|------------------------|---------------------------------|-------------------------------------|----------------------------------|
| Global Equity | 50.00% | 4.80% | 5.98% |
| Fixed Income | 28.00% | 1.00% | 2.62% |
| Inflation Assets | 0.00% | 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% |
| Total | <u>100.00%</u> | | |

(1) In the System's CAFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

(2) An expected inflation of 2.0% used for this period.

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

Discount Rate

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

Subsequent Events

On July 12, 2021, CalPERS reported a preliminary 21.3% net return on investments for fiscal year 2020-21. Based on the thresholds specified in CalPERS Funding Risk Mitigation policy, the excess return of 14.3% prescribes a reduction in investment volatility that corresponds to a reduction in the discount rate used for funding purposes of 0.20%, from 7.00% to 6.80%. Since CalPERS was in the final stages of the four-year Asset Liability Management (ALM) cycle, the board elected to defer any changes to the asset allocation until the ALM process concluded, and the board could make its final decision on the asset allocation in November 2021.

On November 17, 2021, the board adopted a new strategic asset allocation. The new asset allocation along with the new capital market assumptions, economic assumptions and administrative expense assumption support a discount rate of 6.90% (net of investment expense but without a reduction for administrative expense) for financial reporting purposes. This includes a reduction in the price inflation assumption from 2.50% to 2.30% as recommended in the November 2021 CalPERS Experience Study and Review of Actuarial Assumptions. This study also recommended modifications to retirement rates, termination rates, mortality rates and rates of salary increases that were adopted by the board. These new assumptions will be reflected in the GASB 68 accounting valuation reports for the June 30, 2022, measurement date.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 10: CalPERS Retirement Plans (Continued)

Changes in the Net Pension Liability

The following table shows the changes in net pension liability/(asset) recognized over the measurement period.

| | Increase (Decrease) | | |
|---|-----------------------------------|---------------------------------------|--|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/(Assets) (c)=(a)-(b) |
| Balance at: 6/30/2020 (Valuation Date) | \$ 122,455,775 | \$ 93,984,083 | \$ 28,471,692 |
| Changes Recognized for the Measurement Period: | | | |
| Service Cost | 2,650,267 | - | 2,650,267 |
| Interest on the Total Pension Liability | 8,598,669 | - | 8,598,669 |
| Difference between Expected and Actual Experience | - | - | - |
| Contribution from the Employer | (820,321) | 31,975,816 | (32,796,137) |
| Contributions from Employees | - | 1,231,319 | (1,231,319) |
| Net Investment Income | - | 22,191,353 | (22,191,353) |
| Benefit Payments including Refunds of Employee Contributions | (5,398,971) | (5,398,971) | - |
| Administrative Expense | - | (93,884) | 93,884 |
| Net Changes During 2020-21 | 5,029,644 | 49,905,633 | (44,875,989) |
| Balance at: 6/30/2021 (Measurement Date) | \$ 127,485,419 | \$ 143,889,716 | \$ (16,404,297) |

Sensitivity of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the net pension liability/(asset) 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/(asset) would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15 percent) or 1 percentage-point higher (8.15 percent) than the current rate:

| | Discount Rate - 1% (6.15%) | Current Discount Rate (7.15%) | Discount Rate +1% (8.15%) |
|--|-------------------------------|----------------------------------|------------------------------|
| Plan's Net Pension Liability/(Assets) | \$ 731,982 | \$ (16,404,297) | \$ (30,511,037) |

Pension Plan Fiduciary Net Position

The plan fiduciary net position disclosed in the GASB 68 accounting valuation report may differ from the plan assets reported in the funding actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and OPEB expense included as assets. These amounts are excluded for rate setting purposes in the funding actuarial valuation. In addition, differences may result from early Annual Comprehensive Financial Report closing and final reconciled reserves. Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports. See CalPERS website for additional information.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022
Note 10: CalPERS Retirement Plans (Continued)
Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

As of the start of the measurement period (July 1, 2020), the net pension liability was \$28,471,692. For the measurement period ending June 30, 2021 (the measurement date), the City incurred a pension expense/(income) of \$(551,307) for the Plan.

Note that no adjustments have been made for contributions subsequent to the measurement date. Adequate treatment of any contributions made after the measurement date is the responsibility of the employer.

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

| | Miscellaneous Pension Plan | |
|--|-----------------------------------|----------------------------------|
| | Deferred Outflows of Resources | Deferred Inflows of Resources |
| City pension contributions subsequent to measurement date | \$ 1,615,275 | \$ - |
| CalPERS deferrals | | |
| Changes of assumptions | - | - |
| Difference between expected and actual experience | 373,936 | (563,971) |
| Net Difference between Projected and Actual Earnings on Pension Plan Investments | - | (10,480,096) |
| Total CalPERS deferrals | 373,936 | (11,044,067) |
| Total | <u>\$ 1,989,211</u> | <u>\$ (11,044,067)</u> |

\$1,615,274 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows or deferred inflows of resources related to pensions will be recognized as pension expense as follows:

| Measurement Period ended June 30: | Net Deferred Outflows/(Inflows) of Resources |
|---|--|
| 2022 | \$ (2,559,837) |
| 2023 | (2,642,876) |
| 2024 | (2,568,748) |
| 2025 | (2,898,670) |
| | <u>\$ (10,670,131)</u> |

Amortization of Deferred Outflows and Deferred Inflows of Resources

Under GASB 68, 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.

Note 10: CalPERS Retirement Plans (Continued)

The amortization period differs depending on the source of the gain or loss:

| | |
|--|--|
| Net Difference between projected and actual earnings on pension plan investments | 5 year straight-line amortization |
| All other amounts | Straight-line amortization over the expected average remaining service lifetime (EARSL) of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period |

The EARSL for the Plan for the measurement period ending June 30, 2021 is 3.2 years, which was obtained by dividing the total service years of 2,615 (the sum of remaining service lifetimes of the active employees) by 808 (the total number of participants: active, inactive, and retired). Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

b. Safety Police Pension Plan and Safety Fire Pension Plan

Plan Description

All qualified permanent and probationary safety employees are eligible to participate in the Safety Risk Pool Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS). The Plan consists of a safety risk pool, which are comprised of individual employer safety rate plans, respectively. Individual employers may sponsor more than one safety rate plan. Each individual employer rate plan generally has less than 100 active members.

Benefits Provided

The Plan was established to provide retirement, death and disability benefits to public agency rate plans with generally less than 100 active members. The benefit provisions for PERF C employees are established by statute. A full description regarding the number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information for the respective rate plan is listed in the respective rate plan's June 30, 2019 Annual Valuation Report (funding valuation). Details of the benefits provided can be obtained in Appendix B of the funding valuation report. This report and CalPERS' audited financial statements are publicly available reports that can be found on CalPERS' website at <https://www.calpers.ca.gov/page/forms-publications>.

CITY OF MANHATTAN BEACH

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022**

Note 10: CalPERS Retirement Plans (Continued)

Below is a summary of the plan provisions and benefits in effect at June 30, 2021 measurement date, for which the City of Manhattan Beach has contracted:

| | Safety Police Plan | | Safety Fire Plan | |
|---|------------------------------------|--------------------------------|------------------------------------|--------------------------------|
| | Tier I * | PEPRA | Tier I * | PEPRA |
| Hire date | Prior to or on December 31,2012 | On or after January 1, 2013 | Prior to or on December 31,2012 | On or after January 1, 2013 |
| Benefit formula | 3.0% @ 50 | 2.7% @ 57 | 3.0% @ 55 | 2.7% @ 57 |
| Benefit vesting schedule | 5 years of service | 5 years of service | 5 years of service | 5 years of service |
| Benefit payments | monthly for life | monthly for life | monthly for life | monthly for life |
| Retirement age | minimum 50 yrs | minimum 50 yrs | minimum 50 yrs | minimum 50 yrs |
| Monthly benefits, as a % of eligible compensation | 3.000%, 50+ yrs | 2.700%, 50 yrs - 57+ yrs, | 3.000%, 50 yrs - 55+ yrs, | 2.700%, 50 yrs - 57+ yrs, |
| Required employee contribution rates | 9.000% (1) | 13.750% | 9.000% (1) | 13.750% |
| Required employer contribution rates | 25.540% (3) | 13.980% | 26.92% (2) | 13.980% |
| Management safety | | | | |
| Employee | 9.000% | 13.750% | 9.000% | 13.750% |
| Employer | 25.590% | 13.980% | 23.620% | 13.980% |

* Closed to new entrants

(1) Not including 3% cost share, which would increase rate to 12%.

(2) Not including cost share, which will lower rate to 22.558%.

(3) Not including cost share, which will lower rate to 22.540%.

Benefit payments are calculated using the benefit formula above multiplied by the number of years of service and highest single year of compensation for Tier 1 or highest three year average of compensation for PEPRA.

Employees Covered

At June 30, 2022 measurement date, the following employees were covered by the benefit terms of the Plan:

| Description | Number of members | | | |
|-----------------------------------|--------------------|-------|------------------|-------|
| | Safety Police Plan | | Safety Fire Plan | |
| | Classic | PEPRA | Classic | PEPRA |
| Active members | 44 | 16 | 26 | 1 |
| Transferred members | 11 | 2 | 2 | 1 |
| Terminated members | 8 | 4 | 3 | - |
| Retired members and beneficiaries | 127 | - | 53 | - |
| Total | 190 | 11 | 84 | 2 |

Contribution Description

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 the CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2022, the employer contributions recognized as a reduction to the net pension liability was \$46,911,463 for the Safety Police Plan and \$21,877,490 for the Safety Fire Plan for a total of \$68,788,953 for the safety plans.

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 10: CalPERS Retirement Plans (Continued)

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

The City of Manhattan Beach reported net a pension asset at June 30, 2022, of \$24,273,686 and \$11,210,767 for its proportionate shares of the Safety Police Plan and the Safety Fire Plan respectively.

The City's net pension liability/(asset) for the safety plan is measured as the proportionate share of the net pension liability/asset. The net pension liability/(asset) of the Plan is measured as of June 30, 2021, and the total pension liability for the Plan used to calculate the net pension liability/(asset) was determined by an actuarial valuation as of June 30, 2020. The City's proportion of the net pension liability/(asset) was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability/(asset) for the safety plan as of June 30, 2020 and 2021, was as follows:

| | Safety Fire Plan | Safety Police Plan |
|-------------------------------|------------------|--------------------|
| Proportion - June 30, 2020 | 0.168606% | 0.364005% |
| Proportion - June 30, 2021 | 0.037940% | 0.056439% |
| Changes - Increase (Decrease) | -0.130666% | -0.307566% |

For the year ended June 30, 2022, the City recognized pension expense/(income) of \$124,202 and (\$125,948) for the Safety Police Plan and the Safety Fire Plan respectively. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Safety - Police | | Safety - Fire | |
|--|--------------------------------|-------------------------------|--------------------------------|-------------------------------|
| | Deferred Outflows of Resources | Deferred Inflows of Resources | Deferred Outflows of Resources | Deferred Inflows of Resources |
| City pension contribution subsequent to measurement date | \$ 1,824,686 | \$ - | \$ 973,791 | \$ - |
| CalPERS Deferrals: | | | | |
| Difference between expected and actual experience | - | (4,147,139) | - | (1,915,350) |
| Change in Assumptions | - | - | - | - |
| Net difference between projected and actual earnings on pension plan investments | 14,447,510 | - | 6,672,560 | - |
| Adjustment due to difference in proportions | 800,788 | (22,411,385) | 528,297 | (9,925,357) |
| Difference in proportionate share | - | (4,599,917) | - | (2,242,032) |
| Total CalPERS Deferrals | 15,248,298 | (31,158,441) | 7,200,857 | (14,082,739) |
| Total | \$ 17,072,984 | \$ (31,158,441) | \$ 8,174,648 | \$ (14,082,739) |

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 10: CalPERS Retirement Plans (Continued)

\$1,824,686 and \$973,791 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

| Measurement Period Ended June 30, | Net Deferred Outflows/ (Inflows) of Resources | |
|--------------------------------------|--|-----------------------|
| | Safety Police Plan | Safety Fire Plan |
| 2021 | \$ (8,395,614) | \$ (3,561,537) |
| 2022 | (7,628,355) | (3,449,860) |
| 2023 | (3,861,926) | (1,706,679) |
| 2024 | 3,975,752 | 1,836,194 |
| | <u>\$ (15,910,143)</u> | <u>\$ (6,881,882)</u> |

Actuarial Methods and Assumptions

The collective total pension liability for the June 30, 2021 measurement period was determined by an actuarial valuation as of June 30, 2020. The collective total pension liability was based on the following assumptions:

| | |
|----------------------------------|--|
| Actuarial Cost Method | Entry Age Normal Cost Method |
| Actuarial Assumptions | |
| Discount Rate | 7.15% |
| Inflation | 2.50% |
| Salary Increases | Varies by Entry Age and Service |
| Mortality Rate Table (1) | Derived using CalPERS' Membership Data for all Funds |
| Post Retirement Benefit Increase | Contract COLA up to 2.00% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.5% thereafter |

(1) The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using the Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

Changes of Assumptions

For the measurement date of June 30, 2021, there were no changes in assumptions.

Long-term Expected Rate of Return

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

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 10: CalPERS Retirement Plans (Continued)

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

| <u>Asset Class (1)</u> | <u>Assume Asset Allocation</u> | <u>Real Return Years 1 - 10 (2)</u> | <u>Real Return Years 11+ (3)</u> |
|------------------------|--------------------------------|-------------------------------------|----------------------------------|
| Global Equity | 50.00% | 4.80% | 5.98% |
| Fixed Income | 28.00% | 1.00% | 2.62% |
| Inflation Assets | 0.00% | 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% |
| Total | <u>100.00%</u> | | |

- (1) In the System's CAFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.
- (2) An expected inflation of 2.0% used for this period.
- (3) An expected inflation of 2.92% used for this period.

Discount Rate

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

Subsequent Events

On November 15, 2021, the CalPERS Board of Administration selected a new asset allocation mix that will guide the fund's investment portfolio for the next years, while at the same time retaining the current target rate of return. The Board also approved adding 5 percent leverage to increase investment diversification. The new asset allocation takes effect July 1, 2022 and is expected to decrease employer contribution rates from less than 1 percent to a decrease of more than 2 percent depending on the plan type. Employees in the PEPRAs plans will likely see increases in their contribution rates. Contribution changes will take effect in fiscal year 2023-24.

Note 10: CalPERS Retirement Plans (Continued)

Sensitivity of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability/(asset) of the Plan, calculated using the discount rate for each Plan, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% point lower (6.15 percent) or 1% point higher (8.15 percent) than the current rate:

| PERS Cost Sharing Plans | Discount Rate - 1% (6.15%) | Current Discount Rate (7.15%) | Discount Rate +1% (8.15%) |
|-------------------------|-------------------------------|----------------------------------|------------------------------|
| Safety police | \$ (3,779,433) | \$ (24,273,687) | \$ (41,107,185) |
| Safety Fire | (1,158,746) | (11,210,767) | (19,467,260) |

Pension Plan Fiduciary Net Position

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

Note 11: City Retirement Plans

| | Total Pension Liability | Pension Expense/(Income) |
|------------------------------|----------------------------|-----------------------------|
| Supplemental Retirement Plan | \$ 38,404 | \$ (6,055) |
| Single Highest Year Plan | 131,996 | (12,830) |
| Total | \$ 170,400 | \$ (18,885) |

a. Supplemental Retirement Plan

General Information about the Pension Plan

Plan Description

The Supplemental Retirement Plan is a single employer defined benefit pension plan that covers Police, Fire and Management/Confidential employees who retired prior to January 1995. This plan is currently dormant and does not issue a separate annual financial report.

Benefits Provided

The plan provides the employee the difference between the benefit provided by the California Public Employees Retirement System (PERS) calculated under the life annuity option and the PERS benefit had the City adopted the Police Officers' Standards and Training (POST) widows and orphans salary continuation plan. The plan states, "The City shall pay each retiring officer, sergeant, lieutenant, firefighter and management employee upon retirement, a monthly amount which would make up the difference for that option of which the officer will receive from PERS under Government Code Section 21330 through 21335 and what only the officer would have received while alive had the City adopted the Police Officers' Standards and Training (POST) widows and orphans salary continuation plan. The payment shall be made to

Note 11: City Retirement Plans (Continued)

the officer only while the officer is alive and will cease upon death. Upon retirement, the right to their payment shall be regarded as a vested pension benefit to the same extent as the individual’s retirement allowance.” The benefit is payable for the life of the employee. The benefit is subject to a 2% annual cost-of-living increase. This plan is currently dormant.

Employees Covered

Employees covered includes sworn law enforcement officers, fire and management/confidential employees who retired prior to January 1995. Therefore, the plan is dormant. The number of participants covered under the plan as of June 30, 2022, was as follows:

| | |
|---|----------|
| Retirees and beneficiaries receiving benefits | 3 |
| Miscellaneous | <u>3</u> |

Total Pension Liability

The total pension liability of \$38,404 for the plan is measured as of June 30, 2022 using an annual actuarial valuation dated June 30, 2022. The City is funding the plan on a pay as you go basis.

Actuarial Assumptions

A summary of principal assumptions and methods used to determine the pension liability is shown below.

| | |
|--------------------------------|---|
| Valuation Date | June 30, 2022 |
| Measurement date | June 30, 2022 |
| Actuarial cost method: | Entry age |
| Pre-retirement mortality rates | 2017 CalPERS Retiree Mortality for Miscellaneous Employees |
| Asset valuation method | Fair Market Value |
| Inflation Rate | 2.50% per year |
| Discount rate | 3.54 % based on the Bond Buyer 20 Bond Index |

The City incurred the accrued liabilities of active participants under the City’s PERS plan as of January 1995. The City’s remaining obligation is to fund the benefits for those participants who were then and are currently retired.

Change of Assumptions

In 2022, the accounting discount rate increased from 2.16 percent to 3.54 percent.

Discount Rate

The discount rate used to measure the total pension liability was based on the Bond Buyer 20 Bond Index.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 11: City Retirement Plans (Continued)

Change in Total Pension Liability

| | Increase (Decrease) | | |
|---|-----------------------------------|---------------------------------------|--|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/(Assets) (c)=(a)-(b) |
| Balance at: 6/30/2021 | \$ 59,219 | \$ - | \$ 59,219 |
| Changes Recognized for the Measurement Period: | | | |
| Interest on the Total Pension Liability | 1,143 | - | 1,143 |
| Difference between Expected and Actual Experience | (2,564) | - | (2,564) |
| Changes of Assumptions | 7,476 | - | 7,476 |
| Employer Contributions as Benefit Payments | - | 26,870 | (26,870) |
| Actual Benefits Payments from Employer | (26,870) | (26,870) | - |
| Net Changes During 2021-22 | (20,815) | - | (20,815) |
| Balance at: 6/30/2022 | \$ 38,404 | \$ - | \$ 38,404 |

Sensitivity of the Total Pension Liability to Change in the Discount Rate

The following presents the total pension liability of the Plan, calculated using the discount rate of 3.54%, as well as what the Employer's total pension liability would be if it were calculated using a discount rate that is 1% lower (2.54%) or 1% higher (4.54%) than the current rate:

| | 1% Lower (2.54%) | Current Discount Rate (3.54%) | 1% Higher (4.54%) |
|-------------------------|---------------------|-------------------------------------|----------------------|
| Total pension liability | \$ 39,691 | \$ 38,404 | \$ 37,207 |

Pension Expense

Pension expense/(income) for fiscal year 2021-22 of (\$6,055) is equal to cash payments of \$26,870 less reduction in total pension liability of \$20,815.

b. Single Highest Year Plan

General Information about the Pension Plan

Plan Description

The Single Highest Year Plan is a single employer defined benefit pension plan of the City. This plan was adopted effective January 1, 1990, covering Management/Confidential Employees and Non-management/Confidential Sworn Police Employees on July 1, 1990, and is for employees who retired prior to May 1993. The plan is known as the City Funded Single Highest Year Plan. This plan is currently dormant and does not issue a separate annual financial report.

Note 11: City Retirement Plans (Continued)

Benefits Provided

The plan pays a retiring employee the difference between the pension payable from PERS and what the PERS pension would be if it were based on the single highest year only. "The payment shall be made to the member only while the member is alive and will cease upon death." Upon retirement, the right to their payment shall be regarded as a vested pension benefit to the same extent as the individual's PERS retirement. Benefits vest after five years of service. Retirees must qualify for PERS retirement to qualify for the Single Highest Year Plan. The benefit is payable for the life of the employee and is subject to a 2% annual cost of living increase.

Employees Covered

Employees covered include sworn law enforcement officers, fire, management or confidential and miscellaneous employees who retired prior to May 1993. Therefore, the plan is dormant. The number of participants covered under the plan as of June 30, 2022, was as follows:

| | |
|------------------------------|---|
| Retirees receiving benefits: | |
| Miscellaneous | 1 |
| Safety | 3 |
| Total | 4 |

Total Pension Liability

The total pension liability of \$131,996 for the plan is measured as of June 30, 2022 using an annual actuarial valuation dated June 30, 2022. The City is funding the plan on a pay as you go basis.

Actuarial Assumptions

A summary of principal assumptions and methods used to determine the pension liability is shown below.

| | |
|--------------------------------|---|
| Valuation Date | June 30, 2022 |
| Measurement date | June 30, 2021 ² Actuarial cost method: Entry age |
| Pre-retirement mortality rates | 2017 CalPERS Retiree Mortality for Miscellaneous Employees |
| Asset valuation method | Fair Market Value |
| Inflation Rate | 2.50% per year |
| Discount rate | 3.54 % based on the Bond Buyer 20 Bond Index |

The City incurred the accrued liabilities of active participants under the City's PERS plan as of May 1993. The City's remaining obligation is to fund the benefits for those participants who were then and are currently retired.

Change of Assumptions

In 2022, the accounting discount rate increased from 2.16 percent to 3.54 percent.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 11: City Retirement Plans (Continued)

Discount Rate

The discount rate used to measure the total pension liability was based on the Bond Buyer 20 Bond Index.

Change in Total Pension Liability

| | Increase (Decrease) | | |
|---|-----------------------------------|---------------------------------------|--|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/(Assets) (c)=(a)-(b) |
| Balance at: June 30, 2021 | \$ 125,489 | \$ - | \$ 125,489 |
| Changes Recognized for the Measurement Period: | | | |
| Interest on the Total Pension Liability | 2,421 | - | 2,421 |
| Difference between Expected and Actual Experience | 15,842 | - | 15,842 |
| Changes of Assumptions | (5,433) | - | (5,433) |
| Employer Contributions as Benefits Payments | - | 6,323 | (6,323) |
| Actual Benefit Payment from Employer | (6,323) | (6,323) | - |
| Net Changes During 2021-22 | 6,507 | - | 6,507 |
| Balance at: June 30, 2022 | \$ 131,996 | \$ - | \$ 131,996 |

Sensitivity of the Total Pension Liability to Change in the Discount Rate

The following presents the total pension liability of the Plan, calculated using the discount rate of 3.54%, as well as what the Employer's total pension liability would be if it were calculated using a discount rate that is 1% lower (2.54%) or 1% higher (4.54%) than the current rate:

| | 1% Lower (2.54%) | Current Discount Rate (3.54%) | 1% Higher (4.54%) |
|-------------------------|---------------------|-------------------------------------|----------------------|
| Total pension liability | \$ 136,420 | \$ 131,996 | \$ 127,885 |

Pension Expense

Pension expense/(income) for fiscal year 2021-22 of (\$12,830) is equal to cash payment of \$6,323 less reduction in total pension liability of (\$6,507).

c. Payable to the Pension Plan

For the Supplemental Retirement Plan and the Single Highest Year Plan, the City's remaining obligation is to fund the benefits for those participants who are currently retired. The City has assigned \$58,007 of the General Fund's fund balance to pay future benefits.

Note 12: Post-Employment Benefits Plan

Plan Description - City of Manhattan Beach Retiree Medical Program

The City Retiree Medical Program is a Single Employer Plan that provides a fixed stipend to qualifying retirees and a contribution to all retirees enrolled in PERS medical plan. The City of Manhattan Beach contracts with PERS to participate in the Public Employee Medical and Hospital Care Act (PEMHCA). Under this contract, both active employees and retirees are provided access to health insurance.

Benefits Provided

The following is a description of the current retiree benefit plan under the employee Memoranda of Understanding (MOU):

| | Firefighters | General Employees | Non-sworn Management | Police Officers |
|------------------------|---------------------|---------------------|--|---------------------------------|
| Benefit types provided | Contribution of HRA | Contribution of HRA | Contribution of HRA | Contribution of HRA |
| Duration of benefits | To age 65 | To age 65 | To age 65 | To age 65 |
| Required service | 20 years | 15 years | 15 years | 20 years in law enforcement *** |
| Minimum age | 50 | 50 | 50 | 50 |
| Dependent coverage | n/a * | n/a * | n/a * | n/a * |
| Contribution | \$400 per month ** | \$250 per month ** | \$400 per month for Department Heads \$250 per month for others | \$400 per month ** |

* Contribution to HRA does not vary by dependent content

** \$300 per month for firefighters retiring prior to August 1, 2008. \$300 for police hired before December 31, 2007.

*** 10 years with the City

Employees Covered

As of the June 30, 2021 actuarial measurement date, the following current and former employees were covered by the benefit terms under the PEMHCA Plan:

| | |
|---|-----|
| Inactive employees currently receiving benefits payment | 135 |
| Participating active employees | 274 |
| Total | 409 |

Contributions

The plan is financed via actuarially determined contributions deposited into a trust fund managed by PERS. PERS has dual independent capacities as a provider of medical plans and as a trustee. In its capacity as a trustee, PERS will be referred to as CERBT (California Employees' Retirement Benefit Trust). City payments to employees and PERS will be reimbursed by payments from CERBT. For fiscal year 2021, the City paid \$362,643 for retiree medical benefits and was reimbursed \$362,643 from CERBT.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 12: Post-Employment Benefits Plan (Continued)

Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2021 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2021 based on the following actuarial methods and assumptions:

| | |
|------------------------|---|
| Valuation Date: | June 30, 2021 |
| Actuarial Cost Method: | Entry Age |
| Actuarial Assumptions: | |
| Discount Rate | 4.06% per year net of expenses |
| Inflation | 2.5% per year |
| Salary Increase | 2.75% per year |
| Healthcare Trend | |
| Mortality | 2017 CalPERS mortality for active safety employees 2017 CalPERS mortality for active safety employees 2017 CalPERS active mortality for miscellaneous employees |
| Retirement Rates | Police: Hired 2013 and later: 2017 CalPERS 2.7%@57 Rates for Police Employees Hired 2012 and earlier: 2017 CalPERS 3.0%@50 Rates for Police Employees Firefighters: Hired 2013 and later: 2017 CalPERS 2.7%@57 Rates for Police Employees Hired 2012 and earlier: 2017 CalPERS 3.0%@55 Rates for Police Employees Miscellaneous: Hired 2012 and earlier: 2017 CalPERS 2.0%@55 Rates for Miscellaneous Employees Hired 2013 and later: 2017 CalPERS 2.0%@62 Rates for Police Employees |

Expected Long-Term Rate of Return

| Asset Class Component | Percentage of Portfolio | Assumed Gross Return |
|--|-------------------------|----------------------|
| All Equities | 40% | 7.545% |
| All Fixed Income | 43% | 4.250% |
| Real Estate Investment Trusts | 8% | 7.250% |
| All Commodities | 4% | 7.545% |
| Treasury Inflation Protected Securities (TIPS) | 5% | 3.000% |

Discount Rate

The discount rate used to measure the total OPEB liability was 4.06%. The rate used for the plan is the real rate of return expected for the plan assets plus the long term inflation assumption.

Change of Assumptions

In 2021, the accounting discount rate increased from 3.85 percent to 4.06 percent.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 12: Post-Employment Benefits Plan

Changes in the Net OPEB Liability

The changes in the net OPEB liability for the Plan are as follows:

| | Total OPEB Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability (c) = (a) - (b) |
|--|--------------------------------|---------------------------------------|--|
| Balance at June 30, 2020 Measurement Date | \$ 19,203,210 | \$ 10,952,113 | \$ 8,251,097 |
| Changes recognized for the measurement period: | | | |
| Service cost | 912,539 | - | 912,539 |
| Interest on total OPEB liability | 741,118 | - | 741,118 |
| Employer contributions** | - | 500,355 | (500,355) |
| Expected investment income | - | 701,127 | (701,127) |
| Administrative expenses | - | (4,002) | 4,002 |
| Actual benefit payments from trust | (327,095) | (327,095) | - |
| Actual benefit payments from employer | (500,355) | (500,355) | - |
| Expected minus actual benefit payments * | 8,110 | - | 8,110 |
| Experience (gains)/losses | (2,139,728) | - | (2,139,728) |
| Changes in assumptions | (47,483) | - | (47,483) |
| Investment gains/(losses) | - | 1,469,216 | (1,469,216) |
| Net changes | (1,352,894) | 1,839,246 | (3,192,140) |
| Balance at June 30, 2021 Measurement Date | \$ 17,850,316 | \$ 12,791,359 | \$ 5,058,957 |

* Deferrable as an Experience Gain or Loss.

** Includes \$500,355 implied rate subsidy.

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

The following presents the net OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2021:

| | 1% Decrease (3.06%) | Current Discount Rate (4.06%) | 1% Increase (5.06%) |
|--------------------|------------------------|-------------------------------------|------------------------|
| Net OPEB Liability | \$ 7,134,450 | \$ 5,058,957 | \$ 3,319,967 |

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2021:

| | 1% Decrease | Current Healthcare Cost Trend Rates | 1% Increase |
|--------------------|--------------|---|--------------|
| Net OPEB Liability | \$ 3,136,754 | \$ 5,058,957 | \$ 7,449,134 |

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 12: Post-Employment Benefits Plan

OPEB Plan Fiduciary Net Position

CERBT issues a publicly available financial report that includes financial statements and required supplementary information available on the CalPERS website under the California Employers' Retiree Benefit Trust (CERBT) Fund.

OPEB Expense, Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2022, the City recognized OPEB expense of \$1,108,336. As of June 30, 2022, the City reported deferred outflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|--|
| Difference between expected and actual experience | \$ 8,294 | \$ (2,096,894) |
| Change in assumptions | 8,527,350 | (42,321) |
| Differences between projected and actual return on assets | - | (1,135,030) |
| Total | \$ 8,535,644 | \$ (3,274,245) |

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

| Year ended June 30: | Deferred Outflows/(Inflows) of Resources |
|--------------------------------|---|
| 2023 | \$ 652,157 |
| 2024 | 648,706 |
| 2025 | 661,885 |
| 2026 | 640,806 |
| 2027 | 934,646 |
| Thereafter | 1,723,199 |
| | \$ 5,261,399 |

Note 13: Retirement Plan for Part-Time, Seasonal and Temporary Employees

On June 6, 1997, the City dissolved the City-administered retirement plan for part-time, seasonal and temporary employees and selected the Public Agency Retirement System (PARS) as the retirement program for this group.

The PARS plan is a defined contribution pension plan, which is administered by PARS. Benefits and funding requirements are determined by PARS' governing board. All members' earnings are subject to contribution from the employee and the employer. Historically, the contribution rate for both employee and employer has been 3.75% of payroll. In April 2011, the City exercised its option not to pick up 50% share of the required 7.50%. Consequently, for fiscal year ending June 30, 2022, 100% of contribution is derived from employee deduction.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 13: Retirement Plan for Part-Time, Seasonal and Temporary Employees (Continued)

Total payroll for employees covered by this plan for the year was \$1,353,065. The amount of employee contribution was \$101,480.

Note 14: Risk Management

The City is exposed to various risks of losses related to torts, theft, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The City adopted a self-insured workers' compensation program that is administered by City staff and a claims administrator.

The City is a member of the CSAC-Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for California 95% of counties, 68% of California cities, as well as numerous California educational organizations, special districts, housing authorities, fire districts, and other Joint Powers Authorities. The City pays an annual premium to the pool for its excess insurance coverage including property (earthquake, flood and all risk), workers' compensation and general liability. The City also purchased separate dedicated earthquake limits for the public safety facility and other key structures.

For workers' compensation, the City is self-insured for the first \$750,000 on each claim with excess coverage up to statutory limits. For general liability, the City is self-insured for the first \$500,000 on each claim with excess coverage up to a limit of \$25,000,000.

The City is insured for property losses with a deductible of \$10,000 for all-risk (fire and theft) and earthquake loss with a deductible of 2% or minimum \$100,000, whichever is greater.

Claims expenditures and liabilities (general and worker's compensation) are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. This liability is the City's best estimate based on available information.

Reserves for open claims have been established in accordance with an analysis performed by a third-party claims' administrator. In addition, reserves for incurred but not reported claims have been estimated based on historical trend. Total reserves for both workers' compensation and general liability at June 30, 2022 are as follows:

| | Estimated Claims Value at Fiscal Year End | Additional Reserves for Incurred But Not Report Claims | Total Claims Reserve |
|------------------------------|---|---|-------------------------|
| Workers' Compensation Claims | \$ 9,036,287 | \$ 6,348,000 | \$ 15,384,287 |
| General Liability Claims | 1,737,238 | 682,500 | 2,419,738 |
| | <u>\$ 10,773,525</u> | <u>\$ 7,030,500</u> | <u>\$ 17,804,025</u> |

CITY OF MANHATTAN BEACH

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022**

Note 14: Risk Management (Continued)

The following is a summary of the changes in the claim liability over the past two fiscal years.

| Fiscal Year | Beginning Balance | Increase | Decrease | Ending Balance |
|---------------------|----------------------|--------------|--------------|-------------------|
| 2020-2021 | | | | |
| Workers'comp | \$ 14,905,073 | \$ 3,649,906 | \$ 2,843,438 | \$ 15,711,541 |
| General liabilities | 2,716,253 | 643,743 | 1,018,122 | 2,341,873 |
| Total | \$ 17,621,326 | \$ 4,293,649 | \$ 3,861,560 | \$ 18,053,414 |
| 2021-2022 | | | | |
| Workers'comp | \$ 15,711,541 | \$ 129,700 | \$ 456,954 | \$ 15,384,287 |
| General liabilities | 2,341,873 | 353,802 | 275,937 | 2,419,738 |
| Total | \$ 18,053,414 | \$ 483,502 | \$ 732,891 | \$ 17,804,025 |

During the past three fiscal (claims) years, none of the above programs has had settlements or judgments that exceed pooled or insured coverage. There have been no significant reductions in pooled or insured coverages from coverage in the prior year.

The Excess Insurance Authority (EIA) has published its own annual comprehensive financial report for the year ended June 30, 2021, which can be obtained at the following link: <https://www.prismrisk.gov/resources/prism-documents/financial-information/annual-comprehensive-financial-report-acfr/acfr-fy-ended-6-30-21/>

Note 15: Joint Ventures and Jointly Governed Organizations

a. Joint Venture

South Bay Regional Public Communications Authority

The City is a member of the South Bay Regional Public Communications Authority (SBRPCA), a joint powers authority of the cities of Manhattan Beach, Gardena and Hawthorne. SBRPCA was formed October 14, 1975, for the purpose of financing a public safety communications system for the member cities. The Governing Board is composed of an elected official of each member city. An executive committee is composed of the city managers of each member city. The City's participation percentage at June 30, 2022, was 22.7%.

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 15: Joint Ventures and Jointly Governed Organizations (Continued)

Summarized audited financial information for SBRPCA at June 30, 2021*, is presented below:

Statement of Net Position

| | |
|--------------------------------|---------------------|
| Assets | |
| Current assets | \$ 5,514,814 |
| Noncurrent assets | 8,688,104 |
| Total Assets | <u>14,202,918</u> |
| Deferred Outflows of Resources | <u>3,129,376</u> |
| Liabilities | |
| Current liabilities | 1,305,328 |
| Noncurrent liabilities | 12,000,032 |
| Total Liabilities | <u>13,305,360</u> |
| Deferred Inflows of Resources | <u>984,928</u> |
| Net Position | <u>\$ 3,042,006</u> |

Statement of Activities

| | |
|--------------------------------------|---------------------|
| Operating Revenues | \$ 10,731,249 |
| Operating Expenses | <u>12,368,139</u> |
| Operating income before depreciation | <u>(1,636,890)</u> |
| Depreciation | <u>-</u> |
| Operating income/loss | <u>(1,636,890)</u> |
| Non-operating revenues (expenses): | |
| Interest earnings | 8,509 |
| Contributed Capital | <u>-</u> |
| Non operating revenues (expenses) | <u>8,509</u> |
| Change in net position | (1,628,381) |
| Net Position - June 30, 2020 | <u>4,670,387</u> |
| Net Position - June 30, 2021 | <u>\$ 3,042,006</u> |

*Most current information available. SBRPCA has issued its own separate financial statements, which are available at 4440 W. Broadway, Hawthorne, California 90250.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 15: Joint Ventures and Jointly Governed Organizations (Continued)

b. Jointly Governed Organization

Los Angeles Interagency Metropolitan Police Apprehension Crime Task Force

The City of Manhattan Beach is a member of Los Angeles Interagency Metropolitan Police Apprehension Crime Task Force (L.A. IMPACT), a joint powers authority of the police departments of cities and other institutions in Los Angeles County. The Organization was formed July 1, 1991, with the mission to promote coordinated law enforcement efforts and to address emerging criminal justice issues, mainly in the areas of drug trafficking enterprise and money laundering. The Executive Council consists of 14 police chiefs and other various police officers. All financial decisions were made by the Executive Council. The members received monetary distributions from the asset seizures based on their respective contribution to the effort.

Summarized audited financial information for L.A. IMPACT at June 30, 2021*, is presented below:

Statement of Net Position

Assets

| | |
|-------------------|------------------|
| Current assets | \$ 7,213,943 |
| Noncurrent assets | 1,422,946 |
| Total Assets | <u>8,636,889</u> |

Liabilities

| | |
|------------------------|----------------|
| Current liabilities | 309,229 |
| Noncurrent liabilities | 88,168 |
| Total liabilities | <u>397,397</u> |

| | |
|--------------|---------------------|
| Net Position | <u>\$ 8,239,492</u> |
|--------------|---------------------|

Statement of Activities

| | |
|------------------|--------------------|
| Program Revenues | \$ 4,216,912 |
| Expenses | <u>(3,128,931)</u> |

| | |
|----------------------------------|------------------|
| Excess of Revenues Over Expenses | <u>1,087,981</u> |
|----------------------------------|------------------|

| | |
|-----------------------------------|---------------|
| Non operating revenues (expenses) | |
| Investment earnings | 17,223 |
| Non operating revenues (expenses) | <u>17,223</u> |

| | |
|------------------------------|---------------------|
| Change in net position | 1,105,204 |
| Net Position - June 30, 2020 | <u>7,134,288</u> |
| Net Position - June 30, 2021 | <u>\$ 8,239,492</u> |

*LA Impact has issued its own separate financial statements, which are available at 5700 S. Eastern Avenue, Commerce, California 90040.

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2022

Note 16: Commitments and Contingencies

Contingencies

There are certain claims and lawsuits pending against the City that seek monetary damages. Potential liabilities due to these claims are accounted for in the Insurance Reserve Fund.

Construction Commitments

The following material construction commitments existed as of June 30, 2022:

| Project Title | Contract Amount | Expenditure to date as of June 30, 2022 | Remaining Commitments |
|--|-----------------|---|-----------------------|
| Peck Ground Level Reservoir Replacement | \$ 38,413,602 | \$ 25,794,772 | \$ 12,618,830 |
| Sepuvada Bridge MTA Project | 8,196,270 | 3,483,497 | 4,712,773 |
| Sepuvada Bridge Measure SBHP Seismic Retrofit | 1,873,589 | 474,869 | 1,398,720 |
| Annual Rehabilitation Gravity Sewer Mains | 1,317,133 | 120,890 | 1,196,243 |
| Fire Station 2 Replacement | 835,875 | 46,849 | 789,026 |
| Polliwog Resurfacing and Equipment Replacement | 2,723,835 | 1,959,654 | 764,181 |
| 28th Street Stormwater Infiltration | 2,150,419 | 1,588,724 | 561,695 |
| Village Field ADA Access Design | 5,082,280 | 4,537,467 | 544,813 |
| CDBG Senior Villas ADA Pathway | 518,706 | - | 518,706 |

Note 17: Net Investments in Capital Assets

The computation of Net Investments in Capital Assets is as follows:

| | Government Activities | Business-Type Activities |
|--|-----------------------|--------------------------|
| Total Capital Assets | \$ 140,285,430 | \$ 89,467,550 |
| Long-term debt | | |
| Marine Avenue Park Refunding COP Series 2016 | (4,410,000) | - |
| 2013 Police & Fire Facility Refunding COP | (6,090,000) | - |
| 2021 Fire Station No. 2 COP | (7,335,000) | - |
| 2021 Refunding COPs | - | (5,925,000) |
| Lease liability | (2,090,304) | - |
| Deferred charge on refunding | 305,782 | - |
| Bond premium/discount | (1,752,123) | (1,196,454) |
| | <u>\$ 118,913,785</u> | <u>\$ 82,346,096</u> |

CITY OF MANHATTAN BEACH

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2022

Note 18: Net Position and Fund Balances Restatement

Beginning net position has been restated as follows:

| | |
|---|----------------------|
| Governmental Activities: | |
| To record construction in progress expensed in prior year | <u>\$ 13,063,675</u> |
| Water Fund: | |
| To record construction in progress expensed in prior year | \$ 4,328,924 |
| To correct prior year payment processor's fees | <u>(497,970)</u> |
| | <u>3,830,954</u> |
| Wastewater Fund: | |
| To record construction in progress expensed in prior year | <u>1,070,915</u> |
| Parking Fund: | |
| To record construction in progress expensed in prior year | <u>1,400,325</u> |
| Business-type Activities: | <u>\$ 6,302,194</u> |

Note 19: Subsequent Events

On July 5, 2022, the City Council approved a Measure F Funding Agreement between the Los Angeles Metropolitan Transportation Authority (LACTMA) and the City of Manhattan Beach for \$1,200,000 to fund the design plans, specifications and construction of the Manhattan Beach Boulevard Eastbound Left-Turn Improvement at Aviation Boulevard Project.

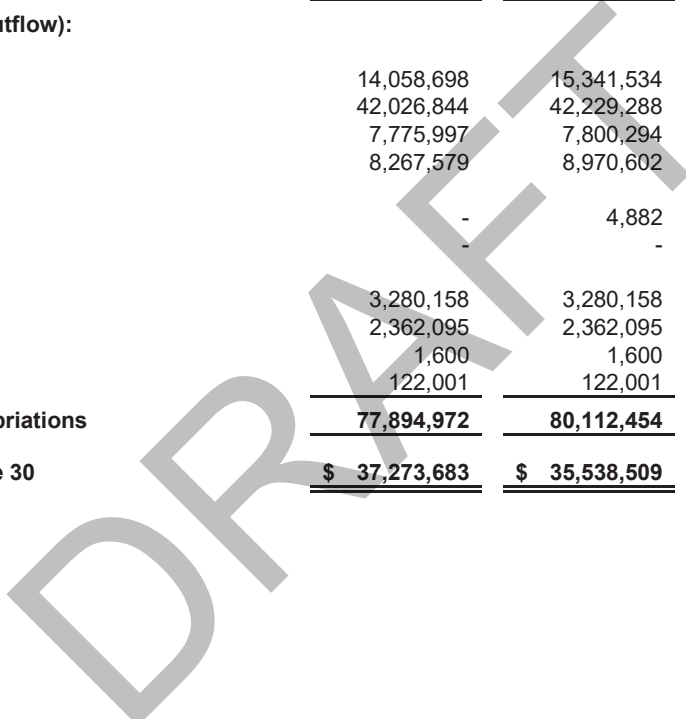
**REQUIRED SUPPLEMENTARY
INFORMATION**

DRAFT

CITY OF MANHATTAN BEACH

BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|----------------------|----------------------|----------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 32,610,901 | \$ 32,610,901 | \$ 32,610,901 | \$ - |
| Resources (Inflows): | | | | |
| Taxes and assessments | 57,289,313 | 57,289,313 | 62,995,151 | 5,705,838 |
| Licenses and permits | 3,258,623 | 3,258,623 | 3,983,079 | 724,456 |
| Intergovernmental | 4,756,889 | 5,189,197 | 4,852,074 | (337,123) |
| Charges for services | 10,419,879 | 10,469,879 | 11,829,242 | 1,359,363 |
| Use of money and property | 3,542,335 | 3,542,335 | 1,647,517 | (1,894,818) |
| Fines and forfeitures | 2,030,000 | 2,030,000 | 2,358,731 | 328,731 |
| Miscellaneous | 1,260,715 | 1,260,715 | 2,076,767 | 816,052 |
| Transfers in | - | - | 532,628 | 532,628 |
| Amounts Available for Appropriations | 115,168,655 | 115,650,963 | 122,886,090 | 7,235,127 |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| General government | 14,058,698 | 15,341,534 | 14,947,589 | 393,945 |
| Public safety | 42,026,844 | 42,229,288 | 41,611,175 | 618,113 |
| Culture and recreation | 7,775,997 | 7,800,294 | 6,946,973 | 853,321 |
| Public works | 8,267,579 | 8,970,602 | 8,456,224 | 514,378 |
| Capital outlay: | | | | |
| General government | - | 4,882 | - | 4,882 |
| Public works | - | - | 1,137 | (1,137) |
| Debt service: | | | | |
| Principal retirement | 3,280,158 | 3,280,158 | 4,191,660 | (911,502) |
| Interest and fiscal charges | 2,362,095 | 2,362,095 | 2,396,080 | (33,985) |
| Trustee Fees | 1,600 | 1,600 | 1,600 | - |
| Transfers out | 122,001 | 122,001 | 4,190,153 | (4,068,152) |
| Total Charges to Appropriations | 77,894,972 | 80,112,454 | 82,742,591 | (2,630,137) |
| Budgetary Fund Balance, June 30 | \$ 37,273,683 | \$ 35,538,509 | \$ 40,143,499 | \$ 4,604,990 |



CITY OF MANHATTAN BEACH

MISCELLANEOUS PLAN
 SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
 AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

| Measurement Period | 2014 | 2015 | 2016 | 2017 |
|---|----------------------|----------------------|----------------------|-----------------------|
| TOTAL PENSION LIABILITY | | | | |
| Service Cost | \$ 1,897,933 | \$ 1,906,947 | \$ 2,116,750 | \$ 2,582,619 |
| Interest | 6,036,548 | 6,365,282 | 6,725,647 | 6,931,655 |
| Difference Between expected and Actual Experience | - | (1,610,461) | (125,272) | (2,203,443) |
| Changes in Assumptions | - | (450,327) | - | 5,953,464 |
| Benefit Payments, Including Refunds of employee Contributions | (2,930,477) | (3,387,918) | (3,694,517) | (3,897,657) |
| Net Change in Total Pension Liability | 5,004,004 | 2,823,523 | 5,022,608 | 9,366,638 |
| Total Pension Liability - Beginning | 81,003,568 | 86,007,572 | 88,831,095 | 93,853,703 |
| Total Pension Liability - Ending (a) | \$ 86,007,572 | \$ 88,831,095 | \$ 93,853,703 | \$ 103,220,341 |
| PLAN FIDUCIARY NET POSITION | | | | |
| Contribution - Employer | \$ 1,512,406 | \$ 1,619,438 | \$ 1,856,633 | \$ 2,139,788 |
| Contribution - Employee | 911,689 | 986,936 | 1,110,014 | 1,142,808 |
| Net Investment Income | 10,722,182 | 1,618,145 | 357,760 | 8,057,534 |
| Benefit Payments, Including Refunds of Employee Contributions | (2,930,477) | (3,387,918) | (3,694,517) | (3,897,657) |
| Net Plan to Plan Resource Movement | - | - | (388) | - |
| Administrative Expense | - | (82,036) | (44,409) | (106,973) |
| Other Miscellaneous Income/(Expense) (A) | - | - | - | - |
| Net Change in Fiduciary Net Position | 10,215,800 | 754,565 | (414,907) | 7,335,500 |
| Plan Fiduciary Net Position - Beginning | 61,897,924 | 72,113,724 | 72,868,289 | 72,453,382 |
| Plan Fiduciary Net Position - Ending (b) | \$ 72,113,724 | \$ 72,868,289 | \$ 72,453,382 | \$ 79,788,882 |
| Plan Net Pension Liability/(Assets) - Ending (a) - (b) | \$ 13,893,848 | \$ 15,962,806 | \$ 21,400,321 | \$ 23,431,459 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 83.85% | 82.03% | 77.20% | 77.30% |
| Covered Payroll | \$ 13,348,365 | \$ 13,348,365 | \$ 14,974,179 | \$ 16,051,083 |
| Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll | 104.09% | 119.59% | 142.91% | 145.98% |

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2014 was the first year of implementation, therefore only eight years are shown.

Notes to Schedule:

(A) 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).

Benefit Changes: The figures above generally include any liability impact that may have resulted from voluntary benefit changes that occurred on or before the Measurement Date. However, offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes) that occurred after the Valuation Date are not included in the figures above, unless the liability is deemed to be material by the plan actuary.

Changes of Assumptions:

None in 2019 - 2021. 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% to 7.15%. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5% discount rate.

| 2018 | 2019 | 2020 | 2021 |
|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 2,639,954 | \$ 2,657,779 | \$ 2,737,868 | \$ 2,650,267 |
| 7,282,132 | 7,803,956 | 8,237,478 | 8,598,669 |
| (577,483) | 1,833,076 | 261,490 | (820,321) |
| 11,137 | - | - | - |
| (4,251,920) | (4,679,793) | (4,720,240) | (5,398,971) |
| 5,103,820 | 7,615,018 | 6,516,596 | 5,029,644 |
| 103,220,341 | 108,324,161 | 115,939,179 | 122,455,775 |
| \$ 108,324,161 | \$ 115,939,179 | \$ 122,455,775 | \$ 127,485,419 |

| | | | |
|----------------------|----------------------|----------------------|------------------------|
| \$ 2,257,840 | \$ 2,699,124 | \$ 3,088,142 | \$ 31,975,816 |
| 1,194,936 | 1,183,069 | 1,148,119 | 1,231,319 |
| 6,733,944 | 5,590,075 | 4,500,278 | 22,191,353 |
| (4,251,920) | (4,679,793) | (4,720,240) | (5,398,971) |
| (198) | - | - | - |
| (124,333) | (60,918) | (127,012) | (93,884) |
| (236,111) | 199 | - | - |
| 5,574,158 | 4,731,756 | 3,889,287 | 49,905,633 |
| 79,788,882 | 85,363,040 | 90,094,796 | 93,984,083 |
| \$ 85,363,040 | \$ 90,094,796 | \$ 93,984,083 | \$ 143,889,716 |
| \$ 22,961,121 | \$ 25,844,383 | \$ 28,471,692 | \$ (16,404,297) |

| | | | |
|---------------|---------------|---------------|---------------|
| 78.80% | 77.71% | 76.75% | 112.87% |
| \$ 16,557,666 | \$ 16,866,425 | \$ 17,472,037 | \$ 17,209,527 |
| 138.67% | 153.23% | 162.96% | -95.32% |

DRAFT

CITY OF MANHATTAN BEACH

**MISCELLANEOUS PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|---|--------------------|--------------------|--------------------|--------------------|
| Actuarially Determined Contribution | \$ 1,512,406 | \$ 1,619,438 | \$ 1,856,633 | \$ 2,139,788 |
| Contribution in Relation to the Actuarially Determined Contribution | <u>(1,512,406)</u> | <u>(1,619,438)</u> | <u>(1,856,633)</u> | <u>(2,139,788)</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| | | | | |
| Covered Payroll | \$ 12,741,228 | \$ 13,348,365 | \$ 14,974,179 | \$ 16,051,083 |
| | | | | |
| Contributions as a Percentage of Covered Payroll | 11.87% | 12.13% | 12.40% | 13.33% |

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2014 was the first year of implementation, therefore only nine years are shown.

Note to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for fiscal year 2021-22 were from the June 30, 2019 public agency valuations.

Methods and assumptions used to determine contribution rates:

| | |
|----------------------------|---|
| Single and Agent Employers | Entry age normal |
| Amortization method | Level Percent of Payroll |
| | 30 Years as of the Valuation Date with 5 year ramp up/down |
| Assets valuation method | Fair Value of Assets |
| Inflation | 2.500% |
| Salary Increases | Varies by Entry Age and Service |
| Investment rate of return | 7.00% Net of Pension Plan Investment and Administrative Expenses, including Inflation. |
| Retirement age | 7 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 improvements using 90% of Scale MP-2016 published by the Society of Actuaries. |

| 2018 | 2019 | 2020 | 2021 | 2022 |
|---------------|---------------|---------------|-----------------|---------------|
| \$ 2,257,840 | \$ 2,699,124 | \$ 3,088,142 | \$ 3,428,883 | \$ 1,615,274 |
| (2,257,840) | (2,699,124) | (3,088,142) | (31,975,816) | (1,615,274) |
| \$ - | \$ - | \$ - | \$ (28,546,933) | \$ - |
| \$ 16,557,666 | \$ 16,866,425 | \$ 17,472,037 | \$ 17,209,527 | \$ 17,630,265 |
| 13.64% | 16.00% | 17.67% | 185.80% | 9.16% |

DRAFT

CITY OF MANHATTAN BEACH

**SAFETY PLAN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| Measurement Date | 2014 | 2015 | 2016 | 2017 |
|---|---------------|---------------|---------------|---------------|
| Safety Plan | | | | |
| Proportion of the Net Pension Liability | 0.482924% | 0.816657% | 0.854514% | 0.738007% |
| Proportionate Share of the Net Pension Liability | \$ 30,049,799 | \$ 33,649,892 | \$ 44,229,612 | \$ 51,004,452 |
| Covered Payroll | \$ 11,899,053 | \$ 12,509,404 | \$ 13,396,233 | \$ 13,476,008 |
| Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll | 252.54% | 269.00% | 330.16% | 378.48% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 78.30% | 78.30% | 74.10% | 73.30% |

Notes to Schedule:

Benefit Changes:

There were no changes to benefit terms that applied to all members of the Public Agency Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees by granting Two Years Additional Service Credit to members retiring during a specified time period (a.k.a. Golden Handshakes). Employers that have done so may need to report this information as a separate liability in their financial statements as CalPERS considers such amounts to be separately financed employer-specific liabilities. These employers should consult with their auditors. Additionally, the figures above do not include any liability impact that may have resulted from Golden Handshakes that occurred after the June 30, 2020 valuation date, unless the liability is deemed to be material to the Public Agency Pool.

Changes of Assumptions:

None.

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2014 was the first year of implementation, therefore only eight years are shown.

DRAFT

| 2018 | 2019 | 2020 | 2021 |
|---------------|---------------|---------------|-----------------|
| 0.884355% | 0.888476% | 0.927775% | -0.532611% |
| \$ 51,890,006 | \$ 55,463,474 | \$ 61,811,652 | \$ (35,484,453) |
| \$ 13,377,912 | \$ 13,238,294 | \$ 13,904,770 | \$ 13,731,032 |
| 387.88% | 418.96% | 444.54% | -258.43% |
| 75.30% | 73.85% | 71.86% | 115.64% |

DRAFT

CITY OF MANHATTAN BEACH

**SAFETY PLAN
SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|---|--------------------|--------------------|--------------------|--------------------|
| Safety Plan | | | | |
| Actuarially Determined Contribution | \$ 3,200,572 | \$ 3,437,160 | \$ 4,000,319 | \$ 4,035,127 |
| Contribution in Relation to the Actuarially Determined Contribution | <u>(3,200,572)</u> | <u>(3,437,160)</u> | <u>(4,000,319)</u> | <u>(4,035,127)</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| | | | | |
| Covered Payroll | \$ 11,899,053 | \$ 12,509,404 | \$ 13,396,233 | \$ 13,476,008 |
| | | | | |
| Contributions as a Percentage of Covered Payroll | 26.90% | 27.48% | 29.86% | 29.94% |

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2014 was the first year of implementation, therefore only nine years are shown.

Note to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for fiscal year 2021-22 were from the June 30, 2019 public agency valuations.

Methods and assumptions used to determine contribution rates:

| | |
|----------------------------|---|
| Single and Agent Employers | Entry age normal |
| Amortization method | Level Percent of Payroll |
| | 20 Years as of the Valuation Date |
| Assets valuation method | Market value |
| Inflation | 2.500% |
| Salary Increases | 3.30% - 14.20% depending on age, service and type of employment |
| Investment rate of return | 7.0% net of pension plan investment and administrative expense, including inflation |
| Retirement age | 55 years |
| Mortality | Scale MP 2017 |

| <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|--------------------|--------------------|--------------------|----------------------|--------------------|
| \$ 4,413,119 | \$ 5,071,642 | \$ 5,997,853 | \$ 6,572,770 | \$ 2,798,477 |
| <u>(4,413,119)</u> | <u>(5,071,642)</u> | <u>(5,997,853)</u> | <u>68,788,953</u> | <u>(2,798,477)</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 75,361,723</u> | <u>\$ -</u> |
| \$ 13,377,912 | \$ 13,238,294 | \$ 13,904,770 | \$ 13,731,032 | \$ 13,651,265 |
| 32.99% | 38.31% | 43.14% | -500.97% | 20.50% |

DRAFT

CITY OF MANHATTAN BEACH

**PENSION PLAN - SUPPLEMENTAL RETIREMENT PLAN
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| | 2014 | 2015 | 2016 | 2017 |
|--|-----------------|------------------|------------------|------------------|
| Total pension liability: | | | | |
| Interest | \$ 4,535 | \$ 3,868 | \$ 4,465 | \$ (552) |
| Benefit payments, including refunds of member contributions | (20,118) | (20,519) | (21,728) | (21,340) |
| Experience losses/(gains) | (6,296) | 16,651 | 9,609 | 35,649 |
| Changes in assumptions | - | - | - | - |
| Net change in total pension liability | (21,879) | - | (7,654) | 13,757 |
| Total pension liability, beginning of year | 133,183 | 111,304 | 111,304 | 103,650 |
| Total pension liability, end of year | 111,304 | 111,304 | 103,650 | 117,407 |
| Plan fiduciary net position: | | | | |
| Net investment income | 4,535 | 3,868 | 4,465 | (552) |
| Contribution from employer | - | - | - | - |
| Benefit payments, including refunds of member contributions | (20,118) | (20,519) | (21,728) | (21,340) |
| Net change in plan fiduciary net position | (15,583) | (16,651) | (17,263) | (21,892) |
| Total fiduciary net position, beginning of year Restatement | 118,255 | 102,672 | 86,021 | 68,758 |
| Total fiduciary net position, end of year | 102,672 | 86,021 | 68,758 | 46,866 |
| Total pension liability, end of fiscal year 2020 | \$ 8,632 | \$ 25,283 | \$ 34,892 | \$ 70,541 |
| Plan fiduciary net position as a percentage of the total pension liability | 92.24% | 77.28% | 66.34% | 39.92% |
| The Supplement Retirement Plan is dormant. | | | | |
| Covered payroll | N/A | N/A | N/A | N/A |
| Net pension liability as a percentage of covered payroll | N/A | N/A | N/A | N/A |

The fiduciary net position has been restated since the assets held were not in a trust fund as defined by GASB Statement No. 68, but were pulled with the City's cash and investments.

Changes of Assumptions:

In fiscal year 2021-22, the discount rate was changed from 2.16% to 3.54%.

(1) GASB Statement No. 67, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2014. Additional years will be added as they become available in the future.

| 2018 | 2019 | 2020 | 2021 | 2022 |
|------------------|------------------|-------------------|------------------|------------------|
| \$ 4,837 | \$ 4,045 | \$ 4,057 | \$ 1,787 | \$ 1,143 |
| (21,690) | (22,125) | (22,327) | (14,382) | (26,870) |
| 8,685 | 18,576 | 6,826 | (34,482) | (2,564) |
| - | 2,027 | 5,916 | 62 | 7,476 |
| (8,168) | 2,523 | (5,528) | (47,015) | (20,815) |
| 117,407 | 109,239 | 111,762 | 106,234 | 59,219 |
| 109,239 | 111,762 | 106,234 | 59,219 | 38,404 |
| 496 | 1,024 | - | - | - |
| - | 27,773 | 22,327 | 14,382 | 26,870 |
| (21,690) | (22,125) | (22,327) | (14,382) | (26,870) |
| (21,194) | 6,672 | - | - | - |
| 46,866 | 25,672 | 32,344 | - | - |
| | | (32,344) | - | - |
| 25,672 | 32,344 | - | - | - |
| \$ 83,567 | \$ 79,418 | \$ 106,234 | \$ 59,219 | \$ 38,404 |
| 23.50% | 28.94% | 0.00% | 0.00% | 0.00% |
| N/A | N/A | N/A | N/A | N/A |
| N/A | N/A | N/A | N/A | N/A |

DRAFT

CITY OF MANHATTAN BEACH

**PENSION PLAN - SUPPLEMENTAL RETIREMENT PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|------------------------------------|-------------|-------------|-------------|-------------|
| Employer contributions: | | | | |
| Actuarial determined contributions | \$ - | \$ - | \$ - | \$ - |
| Actual contributions | - | - | - | - |
| Deficiency/(Excess) | \$ - | \$ - | \$ - | \$ - |

The Supplement Retirement Plan is dormant.

| | | | | |
|--|-----|-----|-----|-----|
| Actual contributions as a percentage of actuarial determined contributions | N/A | N/A | N/A | N/A |
| Covered payroll | N/A | N/A | N/A | N/A |
| Contributions as a percentage of covered payroll | N/A | N/A | N/A | N/A |

(1) GASB Statement No. 67, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2014. Additional years will be added as they become available in the future.

DRAFT

| 2018 | 2019 | 2020 | 2021 | 2022 |
|-------------|-------------|-------------|-------------|-------------|
| \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

| | | | | |
|-----|-----|-----|-----|-----|
| N/A | N/A | N/A | N/A | N/A |
| N/A | N/A | N/A | N/A | N/A |
| N/A | N/A | N/A | N/A | N/A |

DRAFT

CITY OF MANHATTAN BEACH

PENSION PLAN - SUPPLEMENTAL RETIREMENT PLAN
SCHEDULE OF INVESTMENT RETURNS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

| | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|--|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expense | 4.40% | 4.40% | 3.60% | 3.49% |

(1) GASB Statement No. 67, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2014. Additional years will be added as they become available in the future.

DRAFT

| 2018 | 2019 | 2020 | 2021 | 2022 |
|-------------|-------------|-------------|-------------|-------------|
| 4.12% | 3.50% | 2.20% | 2.16% | 3.54% |

DRAFT

CITY OF MANHATTAN BEACH

**PENSION PLAN - SINGLE HIGHEST YEAR PLAN
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|--|------------------|------------------|-----------------|------------------|
| Total pension liability: | | | | |
| Interest | \$ 12,194 | \$ 9,588 | \$13,610 | \$ (1,639) |
| Benefit payments, including refunds of member contributions | (49,893) | (50,872) | (51,598) | (52,928) |
| Experience losses/(gains) | (20,492) | 41,284 | 19,167 | 94,614 |
| Changes in assumptions | - | - | - | - |
| Net change in total pension liability | (58,191) | - | (18,821) | 40,047 |
| Total pension liability, beginning of year | 373,634 | 315,443 | 315,443 | 296,622 |
| Total pension liability, end of year | 315,443 | 315,443 | 296,622 | 336,669 |
| Plan fiduciary net position: | | | | |
| Net investment income | 12,194 | 9,588 | 13,610 | (1,639) |
| Contribution from employer | - | - | - | - |
| Benefit payments, including refunds of member contributions | (49,893) | (50,872) | (51,598) | (52,928) |
| Net change in plan fiduciary net position | (37,699) | (41,284) | (37,988) | (54,567) |
| Total fiduciary net position, beginning of year | 315,899 | 278,200 | 236,916 | 198,928 |
| Restatement | - | - | - | - |
| Total fiduciary net position, end of year | 278,200 | 236,916 | 198,928 | 144,361 |
| Total pension liability, end of fiscal year 2020 | \$ 37,243 | \$ 78,527 | \$97,694 | \$192,308 |
| Plan fiduciary net position as a percentage of the total pension liability | 88.19% | 75.11% | 67.06% | 42.88% |
| The Single Highest Year Plan is dormant. | | | | |
| Covered payroll | N/A | N/A | N/A | N/A |
| Net pension liability as a percentage of covered payroll | N/A | N/A | N/A | N/A |

The fiduciary net position has been restated since the assets held were not in a trust fund as defined by GASB Statement No. 68, but were pulled with the City's cash and investments.

Changes of Assumptions:

In fiscal year 2021-22, the discount rate was changed from 2.16% to 3.54%.

(1) GASB Statement No. 67, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2014. Additional years will be added as they become available in the future.

| 2018 | 2019 | 2020 | 2021 | 2022 |
|------------------|------------------|------------------|-------------------|-------------------|
| \$ 13,871 | \$ 10,663 | \$ 8,785 | \$ 5,975 | \$ 2,421 |
| (53,805) | (50,694) | (51,473) | (25,050) | (6,323) |
| (12,652) | 41,951 | 17,838 | (138,309) | 15,842 |
| - | 6,053 | 15,460 | 207 | (5,433) |
| (52,586) | 7,973 | (9,390) | (157,177) | 6,507 |
| 336,669 | 284,083 | 292,056 | 282,666 | 125,489 |
| 284,083 | 292,056 | 282,666 | 125,489 | 131,996 |
| 1,616 | 4,689 | - | - | - |
| - | 72,227 | 51,473 | 25,050 | 6,323 |
| (53,805) | (50,694) | (51,473) | (25,050) | (6,323) |
| (52,189) | 26,222 | - | - | - |
| 144,361 | 92,172 | 118,394 | - | - |
| | | (118,394) | - | - |
| 92,172 | 118,394 | - | - | - |
| \$191,911 | \$173,662 | \$282,666 | \$ 125,489 | \$ 131,996 |
| 32.45% | 40.54% | 0.00% | 0.00% | 0.00% |
| N/A | N/A | N/A | N/A | N/A |
| N/A | N/A | N/A | N/A | N/A |

DRAFT

CITY OF MANHATTAN BEACH

**PENSION PLAN - SINGLE HIGHEST YEAR PLAN
SCHEDULE OF EMPLOYER CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| | 2014 | 2015 | 2016 | 2017 |
|------------------------------------|-------------|-------------|-------------|-------------|
| Employer contributions: | | | | |
| Actuarial determined contributions | \$ - | \$ - | \$ - | \$ - |
| Actual contributions | - | - | - | - |
| Deficiency/(Excess) | \$ - | \$ - | \$ - | \$ - |

The Single Highest Year Plan is dormant.

| | | | | |
|--|-----|-----|-----|-----|
| Actual contributions as a percentage of actuarial determined contributions | N/A | N/A | N/A | N/A |
| Covered payroll | N/A | N/A | N/A | N/A |
| Contributions as a percentage of covered payroll | N/A | N/A | N/A | N/A |

(1) GASB Statement No. 67, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2014. Additional years will be added as they become available in the future.

DRAFT

| 2018 | 2019 | 2020 | 2021 | 2022 |
|------|------|------|------|------|
| \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ - | \$ - | \$ - | \$ - | \$ - |

N/A N/A N/A N/A N/A
N/A N/A N/A N/A N/A
N/A N/A N/A N/A N/A

DRAFT

CITY OF MANHATTAN BEACH

PENSION PLAN - SINGLE HIGHEST YEAR PLAN
SCHEDULE OF INVESTMENT RETURNS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

| | <u>2014</u> | <u>2015</u> | <u>2016</u> | <u>2017</u> |
|--|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expense | 4.40% | 4.40% | 3.60% | 3.49% |

(1) GASB Statement No. 67, which requires ten years of history for this schedule, was implemented during fiscal year ended June 30, 2014. Additional years will be added as they become available in the future.

DRAFT

| 2018 | 2019 | 2020 | 2021 | 2022 |
|-------------|-------------|-------------|-------------|-------------|
| 4.12% | 3.50% | 2.20% | 2.16% | 3.54% |

DRAFT

CITY OF MANHATTAN BEACH, CALIFORNIA

SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

| Measurement Date | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|-----------------------|-----------------------|---------------------|---------------------|---------------------|
| Total OPEB Liability | | | | | |
| Service cost | \$ 153,484 | \$ 157,705 | \$ 162,042 | \$ 860,600 | \$ 912,539 |
| Interest on the total OPEB liability | 373,003 | 389,029 | 405,961 | 726,498 | 741,118 |
| Expected minus actual benefit payments | - | - | 14,816 | - | - |
| Experience gains/(losses) | - | - | (217,943) | (67,563) | (2,131,618) |
| Changes in assumptions | - | - | 11,785,934 | 301,994 | (47,483) |
| Benefit payments | (292,220) | (276,109) | (315,517) | (768,497) | (827,450) |
| Net change in total OPEB liability | 234,267 | 270,625 | 11,835,293 | 1,053,032 | (1,352,894) |
| Total OPEB liability - beginning | 5,809,993 | 6,044,260 | 6,314,885 | 18,150,178 | 19,203,210 |
| Total OPEB liability - ending (a) | 6,044,260 | 6,314,885 | 18,150,178 | 19,203,210 | 17,850,316 |
| Plan Fiduciary Net Position | | | | | |
| Employer contributions | - | - | - | 458,552 | 500,355 |
| Net investment income | 696,310 | 637,587 | 658,010 | 579,074 | 2,170,343 |
| Investment gains/(loss) | - | (17,259) | 65,900 | - | - |
| Benefit payments | (292,220) | (276,109) | (315,517) | (768,497) | (827,450) |
| Administrative expense | (5,052) | (18,413) | (2,217) | (5,285) | (4,002) |
| Net change in plan fiduciary net position | 399,038 | 325,806 | 406,176 | 263,844 | 1,839,246 |
| Plan fiduciary net position - beginning | 9,557,249 | 9,956,287 | 10,282,093 | 10,688,269 | 10,952,113 |
| Plan fiduciary net position - ending (b) | 9,956,287 | 10,282,093 | 10,688,269 | 10,952,113 | 12,791,359 |
| Net OPEB Liability (Asset) - ending (a) - (b) | \$ (3,912,027) | \$ (3,967,208) | \$ 7,461,909 | \$ 8,251,097 | \$ 5,058,957 |
| Plan fiduciary net position as a percentage of the total OPEB liability | 164.7% | 162.8% | 58.9% | 57.0% | 71.7% |
| Covered employee payroll | \$ 27,942,810 | \$ 28,350,135 | \$ 28,955,206 | \$ 30,039,928 | \$ 31,108,248 |
| Net OPEB liability as a percentage of covered employee payroll | -14.00% | -13.99% | 25.77% | 27.47% | 16.26% |

Notes to Schedule:

(1) Historical information is required only for the measurement periods for which GASB 75 is applicable. Measurement year 2017 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

CITY OF MANHATTAN BEACH, CALIFORNIA

**SCHEDULE OF PLAN CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)**

| | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---------------|---------------|---------------|---------------|---------------|
| Actuarially Determined Contribution | \$ - | \$ - | \$ - | \$ - | \$ - |
| Contribution in Relation to the Actuarially Determined Contribution | - | - | - | - | - |
| Contribution Deficiency (Excess) | \$ - | \$ - | \$ - | \$ - | \$ - |
| Covered employee payroll | \$ 28,350,135 | \$ 28,955,206 | \$ 30,039,928 | \$ 31,108,248 | \$ 31,281,530 |
| Contributions as a percentage of covered employee payroll | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |

Notes to Schedule:

Actuarial methods and assumptions used to set the actuarially determined contribution for Fiscal Year 2022 were from the December 31, 2021 actuarial valuation.

| | |
|------------------------|--|
| Valuation Date: | June 30, 2021 |
| Actuarial Cost Method: | Entry Age |
| Actuarial Assumptions: | |
| Discount Rate | 4.06% per year net of expenses |
| Inflation | 2.50% per year |
| Salary Increase | 2.75% per year |
| Healthcare Trend | 4.00% per year |
| Mortality | Police - 2017 CalPERS Mortality for Safety Employees Fire Fighters - 2017 CalPERS Mortality for Safety Employees Miscellaneous - 2017 CalPERS Mortality for Miscellaneous Employees |
| Retirement Rates | Police Management: Hired 2013 and later: 2017 CalPERS 2.7%@57 Rates for Police Employees Hired 2012 and earlier: 2017 CalPERS 3.0%@50 Rates for Police Police Officers: Hired 2013 and later: 2017 CalPERS 2.7%@57 Rates for Police Employees Hired 2012 and earlier: 2017 CalPERS 3.0%@50 Rates for Police Employees Firefighters: Hired 2013 and later: 2017 CalPERS 2.7%@57 Rates for Fire Employees Hired 2012 and earlier: 2017 CalPERS 3.0%@55 Rates for Fire Employees General Employees and Management: Hired 2012 and earlier: 2017 CalPERS 2.0%@55 Rates for Miscellaneous Employees Hired 2013 and later: 2017 CalPERS 2.0%@62 Rates for |

(1) Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

Note 1: Budgetary Comparison Information

a. General Budget Policies

The operating budget serves as the annual financial plan for the City and serves as the policy document of the City Council for implementing Council goals and objectives. The budget provides the staff the resources necessary to accomplish City Council determined service levels.

The City Manager annually will prepare and present a proposed operating budget to the City Council no later than the second regular Council meeting in May of each year; and Council will adopt said budget no later than June 30 of each year. Funds may not be expended or encumbered for the following fiscal year until the budget has been adopted by the City Council.

The City's annual budget will be presented by department, with a logical breakdown of programs and proposed expenses. The budget document will also summarize expenditures at the personnel, operating and maintenance, and capital levels.

Where practical, the City's annual budget will include measures of workload, efficiency, and effectiveness.

b. Budgetary Control and Accountability

Budget control is maintained at the departmental level. The City Manager has the authority to approve appropriation transfers between programs or departments. In no case may total expenditures of a particular fund exceed that which is appropriated by the City Council without a budget amendment. Amendments to the budget are approved by the City Council with the exception of the appropriation and transfer of funds from employee leave reserves to a specific department's program budget to cover unplanned customary termination leave expenditures within a given year. Such amendments may be approved by the City Manager.

Budget accountability rests primarily with the operating departments of the City.

c. Basis of Budgeting

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America and are used as a management control device.

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS
AND SCHEDULES**

DRAFT

CITY OF MANHATTAN BEACH

JUNE 30, 2022

NONMAJOR FUNDS

Special Revenue Fund Description

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted by law to expenditures for specified purposes.

Street Lighting and Landscape Fund provides the power, maintenance and capital improvements for the lighting system within the City of Manhattan Beach. Money is received from a special assessment placed on each tax bill in the City, the amount of which is determined by the benefit received by the owner of each property.

Gas Tax Fund is used to account for the City's share of the state and county gasoline tax collection in accordance with the provisions of the State of California Streets and Highway Code. Revenues are disbursed by the state based on population and must be used toward the maintenance and repair of City streets that serve as state and county thoroughfares.

Asset Forfeiture Fund is used to account for funds received through federal and state agencies for drug seizures in which the City participated. These funds must be used to supplement, not supplant, the Police Department's normal operating budget. The amount of revenue will vary from year to year based on activity levels.

Public Safety Grants are used for monies received from the federal and state governments for the purposes of supplementing front-line law enforcement services.

Proposition A Fund is used to account for proceeds from the half-cent sales taxes generated by the approval of Proposition A by Los Angeles County voters. These funds, which are administered by the Los Angeles County Metropolitan Transportation Authority (MTA), are distributed based on population and must be used for transportation-related projects.

AB 2766 Fund is used to account for proceeds received from the additional vehicle registration fee imposed by the state and regulated by the Air Quality Management District (AQMD). These funds are distributed based on population and must be used for programs designed to reduce air pollution from motor vehicles.

Measure R Fund is a half cent sales tax approved by Los Angeles voters to be used for new and existing transportation projects, including local bus operations and local city sponsored transportation improvements. Local cities are allocated 15% of collections on a per capita basis. The City of Manhattan Beach began receiving Measure R funds in fiscal 2010-2011, and established a separate fund to capture revenues and expenditures. Eligible expenditures are streets and signals, bikeways, pedestrian improvements, and transit service improvements.

Measure M Fund is a half-cent sales tax approved by Los Angeles County voters to ease traffic congestion; expand rail and rapid transit system; repave local streets, repair potholes, and synchronize signals; make public transportation more accessible for seniors, students, and the disabled; and earthquake-retrofit bridges. The City of Manhattan Beach began receiving Measure M funds in fiscal 2018 and established a separate fund to capture revenue and expenditures.

Measure W is a voter approved parcel tax intended to fund projects, infrastructure, and program to capture, treat, and recycle storm water. The City began receiving Measure W funds in the fiscal year 2020-2021 and established a separate fund to capture revenues and expenditures

CITY OF MANHATTAN BEACH

JUNE 30, 2022

NONMAJOR FUNDS

Capital Project Fund Description

Capital Projects Funds are used to account for financial resources segregated for the acquisition or construction of major capital facilities, other than those financed by Enterprise or Internal Service Funds.

Capital Improvement Fund accounts for financial resources segregated for the acquisition or construction of major capital facilities, other than those financed by Enterprise, Internal Service Funds, or other project specific funds.

Underground Assessment District Fund accounts for the resources to construct an underground utility in the future.

DRAFT

CITY OF MANHATTAN BEACH

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

| | Special Revenue Funds | | | |
|--|-------------------------------------|---------------------|---------------------|-------------------------|
| | Street Lighting and Landscape | Gas Tax | Asset Forfeiture | Public Safety Grants |
| Assets: | | | | |
| Pooled cash and investments | \$ 147,329 | \$ 2,897,219 | \$ 129,809 | \$ 446,438 |
| Receivables: | | | | |
| Accounts | 16,935 | - | - | - |
| Taxes | - | - | - | - |
| Grants | - | - | - | - |
| Due from other governments | - | 89,363 | 18,453 | - |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | - | - |
| Total Assets | \$ 164,264 | \$ 2,986,582 | \$ 148,262 | \$ 446,438 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 59,275 | \$ 329,584 | \$ - | \$ 45,252 |
| Accrued payables | - | 70,366 | - | - |
| Unearned revenues | - | - | - | - |
| Deposits payable | - | - | - | - |
| Interest payable | - | - | - | - |
| Total Liabilities | 59,275 | 399,950 | - | 45,252 |
| Deferred Inflows of Resources: | | | | |
| Unavailable revenues | - | 25,217 | - | - |
| Total Deferred Inflows of Resources | - | 25,217 | - | - |
| Fund Balances: | | | | |
| Restricted for: | | | | |
| Public safety | - | - | 148,262 | 401,186 |
| Recreation | - | - | - | - |
| Public works | 104,989 | - | - | - |
| Capital Projects | - | 2,561,415 | - | - |
| Committed to: | | | | |
| Capital Projects | - | - | - | - |
| Total Fund Balances | 104,989 | 2,561,415 | 148,262 | 401,186 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 164,264 | \$ 2,986,582 | \$ 148,262 | \$ 446,438 |

CITY OF MANHATTAN BEACH

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

(CONTINUED)

| | <u>Special Revenue Funds</u> | | | |
|--|------------------------------|----------------------------|--------------------------|----------------------------|
| | <u>Proposition A</u> | <u>Proposition C</u> | <u>AB 2766</u> | <u>Measure R</u> |
| Assets: | | | | |
| Pooled cash and investments | \$ 692,985 | \$ 2,159,612 | \$ 181,881 | \$ 2,039,669 |
| Receivables: | | | | |
| Accounts | - | - | - | - |
| Taxes | - | - | - | - |
| Grants | - | - | - | 64,860 |
| Due from other governments | - | 2,276,216 | 11,530 | - |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | - | - |
| Total Assets | <u>\$ 692,985</u> | <u>\$ 4,435,828</u> | <u>\$ 193,411</u> | <u>\$ 2,104,529</u> |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 3,012 | \$ 468,007 | \$ - | \$ 18,159 |
| Accrued payables | 1,446 | 238,056 | - | - |
| Unearned revenues | - | - | - | - |
| Deposits payable | - | - | - | - |
| Interest payable | - | - | - | - |
| Total Liabilities | <u>4,458</u> | <u>706,063</u> | <u>-</u> | <u>18,159</u> |
| Deferred Inflows of Resources: | | | | |
| Unavailable revenues | - | 2,276,216 | 11,530 | 64,860 |
| Total Deferred Inflows of Resources | <u>-</u> | <u>2,276,216</u> | <u>11,530</u> | <u>64,860</u> |
| Fund Balances: | | | | |
| Restricted for: | | | | |
| Public safety | - | - | - | - |
| Recreation | 688,527 | - | - | - |
| Public works | - | - | 181,881 | - |
| Capital Projects | - | 1,453,549 | - | 2,021,510 |
| Committed to: | | | | |
| Capital Projects | - | - | - | - |
| Total Fund Balances | <u>688,527</u> | <u>1,453,549</u> | <u>181,881</u> | <u>2,021,510</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u>\$ 692,985</u> | <u>\$ 4,435,828</u> | <u>\$ 193,411</u> | <u>\$ 2,104,529</u> |

CITY OF MANHATTAN BEACH

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

| | Special Revenue Funds | | Capital Projects Funds | |
|--|-----------------------|---------------------|------------------------|--------------------------------------|
| | Measure M | Measure W | Capital Improvement | Safety and Civic Center Construction |
| Assets: | | | | |
| Pooled cash and investments | \$ 1,630,194 | \$ 1,998,452 | \$ 6,227,901 | \$ 6,924,842 |
| Receivables: | | | | |
| Accounts | - | - | 444 | - |
| Taxes | - | - | 82,700 | - |
| Grants | - | - | - | - |
| Due from other governments | 70,957 | - | 199,375 | - |
| Restricted assets: | | | | |
| Cash and investments with fiscal agents | - | - | 247,131 | - |
| Total Assets | \$ 1,701,151 | \$ 1,998,452 | \$ 6,757,551 | \$ 6,924,842 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 28,364 | \$ 69,751 | \$ 522,931 | \$ 464,345 |
| Accrued payables | - | - | 90,278 | 108,534 |
| Unearned revenues | - | 1,403,515 | - | - |
| Deposits payable | - | - | - | - |
| Interest payable | - | - | 247,131 | - |
| Total Liabilities | 28,364 | 1,473,266 | 860,340 | 572,879 |
| Deferred Inflows of Resources: | | | | |
| Unavailable revenues | 70,957 | - | 199,375 | - |
| Total Deferred Inflows of Resources | 70,957 | - | 199,375 | - |
| Fund Balances: | | | | |
| Restricted for: | | | | |
| Public safety | - | - | - | - |
| Recreation | - | - | - | - |
| Public works | - | - | - | - |
| Capital Projects | 1,601,830 | 525,186 | - | - |
| Committed to: | | | | |
| Capital Projects | - | - | 5,697,836 | 6,351,963 |
| Total Fund Balances | 1,601,830 | 525,186 | 5,697,836 | 6,351,963 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 1,701,151 | \$ 1,998,452 | \$ 6,757,551 | \$ 6,924,842 |

CITY OF MANHATTAN BEACH

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

| | <u>Capital Projects Funds</u> | <u>Total Nonmajor Governmental Funds</u> |
|--|--|--|
| | <u>Underground Assessment District</u> | |
| Assets: | | |
| Pooled cash and investments | \$ 2,705,951 | \$ 28,182,282 |
| Receivables: | | |
| Accounts | 10,520 | 27,899 |
| Taxes | - | 82,700 |
| Grants | - | 64,860 |
| Due from other governments | - | 2,665,894 |
| Restricted assets: | | |
| Cash and investments with fiscal agents | - | 247,131 |
| Total Assets | <u>\$ 2,716,471</u> | <u>\$ 31,270,766</u> |
| Liabilities, Deferred Inflows of Resources, and Fund Balances: | | |
| Liabilities: | | |
| Accounts payable | \$ 224,021 | \$ 2,232,701 |
| Accrued payables | 368,406 | 877,086 |
| Unearned revenues | - | 1,403,515 |
| Deposits payable | 1,741 | 1,741 |
| Interest payable | - | 247,131 |
| Total Liabilities | <u>594,168</u> | <u>4,762,174</u> |
| Deferred Inflows of Resources: | | |
| Unavailable revenues | - | 2,648,155 |
| Total Deferred Inflows of Resources | <u>-</u> | <u>2,648,155</u> |
| Fund Balances: | | |
| Restricted for: | | |
| Public safety | - | 549,448 |
| Recreation | - | 688,527 |
| Public works | 2,122,303 | 2,409,173 |
| Capital Projects | - | 8,163,490 |
| Committed to: | | |
| Capital Projects | - | 12,049,799 |
| Total Fund Balances | <u>2,122,303</u> | <u>23,860,437</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u>\$ 2,716,471</u> | <u>\$ 31,270,766</u> |

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | Special Revenue Funds | | | |
|--|-------------------------------------|---------------------|---------------------|-------------------------|
| | Street Lighting and Landscape | Gas Tax | Asset Forfeiture | Public Safety Grants |
| Revenues: | | | | |
| Taxes | \$ 377,188 | \$ - | \$ - | \$ - |
| Licenses and permits | - | - | - | - |
| Intergovernmental | - | 2,644,872 | 54,301 | 161,285 |
| Charges for services | - | - | - | - |
| Use of money and property | (803) | (59,849) | (5,041) | (11,424) |
| Fines and forfeitures | - | - | - | - |
| Miscellaneous | 140,145 | - | - | - |
| Total Revenues | 516,530 | 2,585,023 | 49,260 | 149,861 |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | - | - | 84,669 | 110,264 |
| Culture and recreation | - | - | - | - |
| Public works | 595,409 | 49,476 | - | - |
| Capital outlay | | | | |
| Community development | - | - | - | - |
| Culture and recreation | - | - | - | - |
| Public works | - | 1,711,469 | - | - |
| Debt service: | | | | |
| Principal retirement | - | - | - | - |
| Interest and fiscal charges | - | - | - | - |
| Trustee fees and bond issuance cost | - | - | - | - |
| Total Expenditures | 595,409 | 1,760,945 | 84,669 | 110,264 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (78,879) | 824,078 | (35,409) | 39,597 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | 113,869 | - | - | - |
| Transfers out | - | - | - | - |
| Bonds issued | - | - | - | - |
| Bond premium | - | - | - | - |
| Total Other Financing Sources (Uses) | 113,869 | - | - | - |
| Net Change in Fund Balances | 34,990 | 824,078 | (35,409) | 39,597 |
| Fund Balances: | | | | |
| Beginning of Year | 69,999 | 1,737,337 | 183,671 | 361,589 |
| End of Year | \$ 104,989 | \$ 2,561,415 | \$ 148,262 | \$ 401,186 |

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

(CONTINUED)

| | Special Revenue Funds | | | |
|--|-----------------------|---------------------|-------------------|---------------------|
| | Proposition A | Proposition C | AB 2766 | Measure R |
| Revenues: | | | | |
| Taxes | \$ 890,169 | \$ 738,377 | \$ - | \$ 553,693 |
| Licenses and permits | - | - | - | - |
| Intergovernmental | - | 4,867,222 | 33,477 | - |
| Charges for services | 1,912 | - | - | - |
| Use of money and property | (9,776) | (47,995) | (3,570) | (54,221) |
| Fines and forfeitures | - | - | - | - |
| Miscellaneous | - | - | - | 1,201 |
| Total Revenues | 882,305 | 5,557,604 | 29,907 | 500,673 |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | - | - | - | - |
| Culture and recreation | 598,447 | - | - | - |
| Public works | - | 4,722,213 | 672 | 13,738 |
| Capital outlay | | | | |
| Community development | - | - | - | - |
| Culture and recreation | - | - | - | - |
| Public works | - | 77,966 | - | 444,769 |
| Debt service: | | | | |
| Principal retirement | 17,145 | - | - | - |
| Interest and fiscal charges | 12,783 | - | - | - |
| Trustee fees and bond issuance cost | - | - | - | - |
| Total Expenditures | 628,375 | 4,800,179 | 672 | 458,507 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 253,930 | 757,425 | 29,235 | 42,166 |
| Other Financing Sources (Uses): | | | | |
| Transfers in | - | - | - | - |
| Transfers out | - | - | - | - |
| Bonds issued | - | - | - | - |
| Bond premium | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balances | 253,930 | 757,425 | 29,235 | 42,166 |
| Fund Balances: | | | | |
| Beginning of Year | 434,597 | 696,124 | 152,646 | 1,979,344 |
| End of Year | \$ 688,527 | \$ 1,453,549 | \$ 181,881 | \$ 2,021,510 |

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | Special Revenue Funds | | Capital Projects Funds | |
|--|-----------------------|-------------------|------------------------|--------------------------------------|
| | Measure M | Measure W | Capital Improvement | Safety and Civic Center Construction |
| Revenues: | | | | |
| Taxes | \$ 626,568 | \$ 410,937 | \$ 878,554 | \$ - |
| Licenses and permits | - | - | 3,634 | - |
| Intergovernmental | 966,655 | 93,585 | - | - |
| Charges for services | - | - | 549,602 | - |
| Use of money and property | (30,507) | (12,321) | 12 | (101,272) |
| Fines and forfeitures | - | - | 92,552 | - |
| Miscellaneous | - | - | - | - |
| Total Revenues | 1,562,716 | 492,201 | 1,524,354 | (101,272) |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | - | - | - | - |
| Culture and recreation | - | - | - | - |
| Public works | 56,407 | 6,732 | 233,546 | 1,750 |
| Capital outlay | | | | |
| Community development | - | - | 60,565 | 2,669,968 |
| Culture and recreation | - | - | 385,278 | - |
| Public works | 962,387 | 86,853 | 1,482,566 | - |
| Debt service: | | | | |
| Principal retirement | - | - | 650,000 | - |
| Interest and fiscal charges | - | - | 468,742 | - |
| Trustee fees and bond issuance cost | - | - | 1,800 | 204,643 |
| Total Expenditures | 1,018,794 | 93,585 | 3,282,497 | 2,876,361 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 543,922 | 398,616 | (1,758,143) | (2,977,633) |
| Other Financing Sources (Uses): | | | | |
| Transfers in | - | - | 1,262,922 | 1,400,000 |
| Transfers out | - | - | - | (770,326) |
| Bonds issued | - | - | - | 7,440,000 |
| Bond premium | - | - | - | 1,259,922 |
| Total Other Financing Sources (Uses) | - | - | 1,262,922 | 9,329,596 |
| Net Change in Fund Balances | 543,922 | 398,616 | (495,221) | 6,351,963 |
| Fund Balances: | | | | |
| Beginning of Year | 1,057,908 | 126,570 | 6,193,057 | - |
| End of Year | \$ 1,601,830 | \$ 525,186 | \$ 5,697,836 | \$ 6,351,963 |

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

| | <u>Capital Projects Funds</u> | <u>Total Nonmajor Governmental Funds</u> |
|--|--|--|
| | <u>Underground Assessment District</u> | |
| Revenues: | | |
| Taxes | \$ - | \$ 4,475,486 |
| Licenses and permits | - | 3,634 |
| Intergovernmental | - | 8,821,397 |
| Charges for services | - | 551,514 |
| Use of money and property | (160,212) | (496,979) |
| Fines and forfeitures | - | 92,552 |
| Miscellaneous | 74,350 | 215,696 |
| Total Revenues | (85,862) | 13,663,300 |
| Expenditures: | | |
| Current: | | |
| Public safety | - | 194,933 |
| Culture and recreation | - | 598,447 |
| Public works | 2,026,927 | 7,706,870 |
| Capital outlay | | |
| Community development | - | 2,730,533 |
| Culture and recreation | - | 385,278 |
| Public works | - | 4,766,010 |
| Debt service: | | |
| Principal retirement | - | 667,145 |
| Interest and fiscal charges | - | 481,525 |
| Trustee fees and bond issuance cost | - | 206,443 |
| Total Expenditures | 2,026,927 | 17,737,184 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (2,112,789) | (4,073,884) |
| Other Financing Sources (Uses): | | |
| Transfers in | - | 2,776,791 |
| Transfers out | - | (770,326) |
| Bonds issued | - | 7,440,000 |
| Bond premium | - | 1,259,922 |
| Total Other Financing Sources (Uses) | - | 10,706,387 |
| Net Change in Fund Balances | (2,112,789) | 6,632,503 |
| Fund Balances: | | |
| Beginning of Year | 4,235,092 | 17,227,934 |
| End of Year | \$ 2,122,303 | \$ 23,860,437 |

CITY OF MANHATTAN BEACH

BUDGETARY COMPARISON SCHEDULE
 STREET LIGHTING AND LANDSCAPE
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|---------------------|-------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 69,999 | \$ 69,999 | \$ 69,999 | \$ - |
| Resources (Inflows): | | | | |
| Taxes | 377,688 | 377,688 | 377,188 | (500) |
| Use of money and property | - | - | (803) | (803) |
| Miscellaneous | - | - | 140,145 | 140,145 |
| Transfers in | 12,001 | 12,001 | 113,869 | 101,868 |
| Amounts Available for Appropriations | 459,688 | 459,688 | 700,398 | 240,710 |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public works | 570,702 | 648,241 | 595,409 | 52,832 |
| Total Charges to Appropriations | 570,702 | 648,241 | 595,409 | 52,832 |
| Budgetary Fund Balance, June 30 | \$ (111,014) | \$ (188,553) | \$ 104,989 | \$ 293,542 |

DRAFT

CITY OF MANHATTAN BEACH

BUDGETARY COMPARISON SCHEDULE
 GAS TAX
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|-------------------|---------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 1,737,337 | \$ 1,737,337 | \$ 1,737,337 | \$ - |
| Resources (Inflows): | | | | |
| Intergovernmental | 1,380,366 | 2,696,493 | 2,644,872 | (51,621) |
| Use of money and property | 14,792 | 14,792 | (59,849) | (74,641) |
| Amounts Available for Appropriations | 3,132,495 | 4,448,622 | 4,322,360 | (126,262) |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public works | 13,738 | 13,738 | 49,476 | (35,738) |
| Capital outlay: | | | | |
| Public works | 2,085,000 | 3,853,256 | 1,711,469 | 2,141,787 |
| Total Charges to Appropriations | 2,098,738 | 3,866,994 | 1,760,945 | 2,106,049 |
| Budgetary Fund Balance, June 30 | \$ 1,033,757 | \$ 581,628 | \$ 2,561,415 | \$ 1,979,787 |

DRAFT

CITY OF MANHATTAN BEACH

BUDGETARY COMPARISON SCHEDULE
 ASSET FORFEITURE
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|------------------|-------------------|--|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 183,671 | \$ 183,671 | \$ 183,671 | \$ - |
| Resources (Inflows): | | | | |
| Intergovernmental | 25,000 | 25,000 | 54,301 | 29,301 |
| Use of money and property | 3,824 | 3,824 | (5,041) | (8,865) |
| Amounts Available for Appropriations | 212,495 | 212,495 | 232,931 | 20,436 |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public safety | 108,500 | 136,247 | 84,669 | 51,578 |
| Total Charges to Appropriations | 108,500 | 136,247 | 84,669 | 51,578 |
| Budgetary Fund Balance, June 30 | \$ 103,995 | \$ 76,248 | \$ 148,262 | \$ 72,014 |

DRAFT

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
PUBLIC SAFETY GRANTS
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-----------------------|-------------------|---------------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 361,589 | \$ 361,589 | \$ 361,589 | \$ - |
| Resources (Inflows): | | | | |
| Intergovernmental | 155,000 | 155,000 | 161,285 | 6,285 |
| Use of money and property | 4,192 | 4,192 | (11,424) | (15,616) |
| Amounts Available for Appropriations | 520,781 | 520,781 | 511,450 | (9,331) |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public safety | 155,000 | 194,408 | 110,264 | 84,144 |
| Total Charges to Appropriations | 155,000 | 194,408 | 110,264 | 84,144 |
| Budgetary Fund Balance, June 30 | \$ 365,781 | \$ 326,373 | \$ 401,186 | \$ 74,813 |

DRAFT

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
PROPOSITION A
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 434,597 | \$ 434,597 | \$ 434,597 | \$ - |
| Resources (Inflows): | | | | |
| Taxes | 711,856 | 711,856 | 890,169 | 178,313 |
| Charges for services | 7,700 | 7,700 | 1,912 | (5,788) |
| Use of money and property | 188 | 188 | (9,776) | (9,964) |
| Miscellaneous | 17,500 | 17,500 | - | (17,500) |
| Amounts Available for Appropriations | 1,171,841 | 1,171,841 | 1,316,902 | 145,061 |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Culture and recreation | 918,707 | 930,601 | 598,447 | 332,154 |
| Debt service: | | | | |
| Principal retirement | 7,662 | 7,662 | 17,145 | (9,483) |
| Interest and fiscal charges | 5,712 | 5,712 | 12,783 | (7,071) |
| Total Charges to Appropriations | 932,081 | 943,975 | 628,375 | 315,600 |
| Budgetary Fund Balance, June 30 | \$ 239,760 | \$ 227,866 | \$ 688,527 | \$ 460,661 |

DRAFT

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
PROPOSITION C
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-----------------------|---------------------|---------------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 696,124 | \$ 696,124 | \$ 696,124 | \$ - |
| Resources (Inflows): | | | | |
| Taxes | 590,465 | 590,465 | 738,377 | 147,912 |
| Intergovernmental | - | 13,770,724 | 4,867,222 | (8,903,502) |
| Use of money and property | 43,814 | 43,814 | (47,995) | (91,809) |
| Amounts Available for Appropriations | 1,330,403 | 15,101,127 | 6,253,728 | (8,847,399) |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public works | 192,332 | 12,304,233 | 4,722,213 | 7,582,020 |
| Capital outlay: | | | | |
| Public works | - | 1,313,344 | 77,966 | 1,235,378 |
| Total Charges to Appropriations | 192,332 | 13,617,577 | 4,800,179 | 8,817,398 |
| Budgetary Fund Balance, June 30 | \$ 1,138,071 | \$ 1,483,550 | \$ 1,453,549 | \$ (30,001) |

DRAFT

CITY OF MANHATTAN BEACH

BUDGETARY COMPARISON SCHEDULE
 AB 2766
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 152,646 | \$ 152,646 | \$ 152,646 | \$ - |
| Resources (Inflows): | | | | |
| Intergovernmental | 46,000 | 46,000 | 33,477 | (12,523) |
| Use of money and property | 641 | 641 | (3,570) | (4,211) |
| Amounts Available for Appropriations | 199,287 | 199,287 | 182,553 | (16,734) |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public works | 673 | 673 | 672 | 1 |
| Total Charges to Appropriations | 673 | 673 | 672 | 1 |
| Budgetary Fund Balance, June 30 | \$ 198,614 | \$ 198,614 | \$ 181,881 | \$ (16,733) |

DRAFT

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
MEASURE R
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|-------------------|---------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 1,979,344 | \$ 1,979,344 | \$ 1,979,344 | \$ - |
| Resources (Inflows): | | | | |
| Taxes | 442,849 | 442,849 | 553,693 | 110,844 |
| Intergovernmental | - | 540,000 | - | (540,000) |
| Use of money and property | 15,650 | 15,650 | (54,221) | (69,871) |
| Miscellaneous | - | - | 1,201 | 1,201 |
| Amounts Available for Appropriations | 2,437,843 | 2,977,843 | 2,480,017 | (497,826) |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public works | 13,738 | 13,738 | 13,738 | - |
| Capital outlay: | | | | |
| Public works | 250,000 | 2,030,617 | 444,769 | 1,585,848 |
| Total Charges to Appropriations | 263,738 | 2,044,355 | 458,507 | 1,585,848 |
| Budgetary Fund Balance, June 30 | \$ 2,174,105 | \$ 933,488 | \$ 2,021,510 | \$ 1,088,022 |

DRAFT

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
MEASURE M
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-----------------------|-------------------|---------------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 1,057,908 | \$ 1,057,908 | \$ 1,057,908 | \$ - |
| Resources (Inflows): | | | | |
| Taxes | 501,896 | 501,896 | 626,568 | 124,672 |
| Intergovernmental | 1,800,000 | 5,440,000 | 966,655 | (4,473,345) |
| Use of money and property | 7,794 | 7,794 | (30,507) | (38,301) |
| Amounts Available for Appropriations | 3,367,598 | 7,007,598 | 2,620,624 | (4,386,974) |
| Charges to Appropriation (Outflow): | | | | |
| Current: | | | | |
| Public works | 13,738 | 13,738 | 56,407 | (42,669) |
| Capital outlay: | | | | |
| Public works | 2,400,000 | 6,822,128 | 962,387 | 5,859,741 |
| Total Charges to Appropriations | 2,413,738 | 6,835,866 | 1,018,794 | 5,817,072 |
| Budgetary Fund Balance, June 30 | \$ 953,860 | \$ 171,732 | \$ 1,601,830 | \$ 1,430,098 |

DRAFT

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
MEASURE W
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 126,570 | \$ 126,570 | \$ 126,570 | \$ - |
| Resources (Inflows): | | | | |
| Taxes | - | 410,000 | 410,937 | 937 |
| Intergovernmental | - | 1,497,100 | 93,585 | (1,403,515) |
| Use of money and property | - | - | (12,321) | (12,321) |
| Amounts Available for Appropriations | 126,570 | 2,033,670 | 618,771 | (1,414,899) |
| Charges to Appropriations (Outflow): | | | | |
| Public works | - | - | 6,732 | (6,732) |
| Capital outlay | | | | |
| Culture & Recreation | - | 1,497,100 | 86,853 | 1,410,247 |
| Total Charges to Appropriations | - | 1,497,100 | 93,585 | 1,403,515 |
| Budgetary Fund Balance, June 30 | \$ 126,570 | \$ 536,570 | \$ 525,186 | \$ (11,384) |

DRAFT

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|-------------------|---------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 6,193,057 | \$ 6,193,057 | \$ 6,193,057 | \$ - |
| Resources (Inflows): | | | | |
| Taxes | 697,059 | 697,059 | 878,554 | 181,495 |
| Licenses and permits | 10,902 | 10,902 | 3,634 | (7,268) |
| Intergovernmental | 710,890 | 1,653,736 | - | (1,653,736) |
| Charges for services | 650,750 | 650,750 | 549,602 | (101,148) |
| Use of money and property | - | - | 12 | 12 |
| Fines and forfeitures | 80,000 | 80,000 | 92,552 | 12,552 |
| Miscellaneous | 770,000 | 770,000 | - | (770,000) |
| Transfers in | - | - | 1,262,922 | 1,262,922 |
| Amounts Available for Appropriations | 9,112,658 | 10,055,504 | 8,980,333 | (1,075,171) |
| Charges to Appropriations (Outflow): | | | | |
| Current: | | | | |
| Public works | 233,546 | 233,546 | 233,546 | - |
| Capital outlay: | | | | |
| Public safety | - | 291,368 | 60,565 | 230,803 |
| Culture and recreation | 1,600,000 | 2,561,148 | 385,278 | 2,175,870 |
| Public works | 1,050,000 | 5,517,068 | 1,482,566 | 4,034,502 |
| Debt service: | | | | |
| Principal retirement | 855,000 | 855,000 | 650,000 | 205,000 |
| Interest and fiscal charges | 363,438 | 363,438 | 468,742 | (105,304) |
| Trustee Fees | 1,800 | 1,800 | 1,800 | - |
| Total Charges to Appropriations | 4,103,784 | 9,823,368 | 3,282,497 | 6,540,871 |
| Budgetary Fund Balance, June 30 | \$ 5,008,874 | \$ 232,136 | \$ 5,697,836 | \$ 5,465,700 |

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE
SAFETY AND CIVIC CENTER CONSTRUCTION
YEAR ENDED JUNE 30, 2022**

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|----------------|------------------|---------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ - | \$ - | \$ - | \$ - |
| Resources (Inflows): | | | | |
| Use of money and property | - | - | (101,272) | (101,272) |
| Transfers in | - | - | 1,400,000 | 1,400,000 |
| Bonds issued | - | 8,470,000 | 7,440,000 | (1,030,000) |
| Amounts Available for Appropriations | - | 8,470,000 | 9,998,650 | 1,528,650 |
| Charges to Appropriations (Outflow): | | | | |
| Public works | - | - | 1,750 | (1,750) |
| Capital outlay | | | | |
| Public safety | - | 8,265,357 | 2,669,968 | 5,595,389 |
| Debt service: | | | | |
| Trustee fees and bond issuance cost | - | 204,643 | 204,643 | - |
| Transfers out | - | - | 770,326 | (770,326) |
| Total Charges to Appropriations | - | 8,470,000 | 3,646,687 | 4,823,313 |
| Budgetary Fund Balance, June 30 | \$ - | \$ - | \$ 6,351,963 | \$ 6,351,963 |

DRAFT

CITY OF MANHATTAN BEACH

BUDGETARY COMPARISON SCHEDULE
 UNDERGROUND ASSESSMENT DISTRICT
 YEAR ENDED JUNE 30, 2022

| | Budget Amounts | | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---------------------|-------------------|---------------------|---|
| | Original | Final | | |
| Budgetary Fund Balance, July 1 | \$ 4,235,092 | \$ 4,235,092 | \$ 4,235,092 | \$ - |
| Resources (Inflows): | | | | |
| Use of money and property | 42,110 | 42,110 | (160,212) | (202,322) |
| Miscellaneous | - | - | 74,350 | 74,350 |
| Amounts Available for Appropriations | 4,277,202 | 4,277,202 | 4,149,230 | (127,972) |
| Charges to Appropriation (Outflow): | | | | |
| Current: | | | | |
| Public works | 1,779,705 | 3,378,665 | 2,026,927 | 1,351,738 |
| Total Charges to Appropriations | 1,779,705 | 3,378,665 | 2,026,927 | 1,351,738 |
| Budgetary Fund Balance, June 30 | \$ 2,497,497 | \$ 898,537 | \$ 2,122,303 | \$ 1,223,766 |

DRAFT

CITY OF MANHATTAN BEACH

JUNE 30, 2022

NONMAJOR ENTERPRISE FUNDS

The Enterprise Funds are used to account for City operations that are financed and operated in a manner similar to private business enterprises. The intent in using this type of fund is to see that the costs of providing these services to the general public on a continuing basis are financed or recovered primarily through user charges.

Stormwater Fund is used to account for the maintenance and improvement of the City's storm drains. Revenues are derived from a storm drain assessment to property owners, which are based on size and use of the parcel, and collected through the property tax rolls.

Refuse Fund is used to account for the provision of refuse collection, street sweeping and recycling services in the City. The City bills both residential and commercial properties. The fund was closed out to the General Fund in the current fiscal year.

County Parking Lot Fund is used to account for the operation and maintenance of parking lots that are owned by Los Angeles County but leased to the City. Proceeds from the meters and parking permits are divided 55% to the county, with an annual guaranteed minimum of \$130,000 and 45% to the City.

State Pier and Parking Lot Fund is used to account for the operation and maintenance of the Manhattan Beach Pier, comfort station and four adjacent parking lots. These properties are owned by the State of California but controlled by the City through an operating agreement.

DRAFT

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF NET POSITION
NON-MAJOR ENTERPRISE FUNDS
JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | | Totals |
|--|---|------------------------|----------------------------|----------------------------|
| | Stormwater | County Parking Lot | State Pier and Parking Lot | |
| Assets: | | | | |
| Current: | | | | |
| Cash and investments | \$ 3,074,936 | \$ 641,772 | \$ 1,342,728 | \$ 5,059,436 |
| Receivables: | | | | |
| Accounts | 31,798 | - | - | 31,798 |
| Total Current Assets | <u>3,106,734</u> | <u>641,772</u> | <u>1,342,728</u> | <u>5,091,234</u> |
| Noncurrent: | | | | |
| Net pension asset | 61,218 | 22,812 | 22,810 | 106,840 |
| Capital assets - net of accumulated depreciation | 3,654,579 | - | - | 3,654,579 |
| Total Noncurrent Assets | <u>3,715,797</u> | <u>22,812</u> | <u>22,810</u> | <u>3,761,419</u> |
| Total Assets | <u>6,822,531</u> | <u>664,584</u> | <u>1,365,538</u> | <u>8,852,653</u> |
| Deferred Outflows of Resources: | | | | |
| Deferred pension related items | 8,082 | 3,113 | 3,114 | 14,309 |
| Deferred OPEB related items | 29,158 | 11,105 | 11,105 | 51,368 |
| Total Deferred Outflows of Resources | <u>37,240</u> | <u>14,218</u> | <u>14,219</u> | <u>65,677</u> |
| Liabilities: | | | | |
| Current: | | | | |
| Accounts payable | 218,886 | 608,698 | 47,456 | 875,040 |
| Accrued payables | 31,580 | - | 2,243 | 33,823 |
| Accrued interest | 1,216 | 454 | 453 | 2,123 |
| Deposits payable | 223,917 | - | - | 223,917 |
| Bonds payable | 4,047 | 1,508 | 1,508 | 7,063 |
| Total Current Liabilities | <u>479,646</u> | <u>610,660</u> | <u>51,660</u> | <u>1,141,966</u> |
| Noncurrent: | | | | |
| Net OPEB liability | 17,281 | 6,582 | 6,582 | 30,445 |
| Bonds payable | 99,339 | 37,017 | 37,015 | 173,371 |
| Total Noncurrent Liabilities | <u>116,620</u> | <u>43,599</u> | <u>43,597</u> | <u>203,816</u> |
| Total Liabilities | <u>596,266</u> | <u>654,259</u> | <u>95,257</u> | <u>1,345,782</u> |
| Deferred Inflows of Resources: | | | | |
| Deferred pension related items | 41,215 | 15,358 | 15,357 | 71,930 |
| Deferred OPEB related items | 11,185 | 4,260 | 4,260 | 19,705 |
| Total Deferred Inflows of Resources | <u>52,400</u> | <u>19,618</u> | <u>19,617</u> | <u>91,635</u> |
| Net Position: | | | | |
| Investment in capital assets | 3,654,579 | - | - | 3,654,579 |
| Unrestricted | 2,556,526 | 4,925 | 1,264,883 | 3,826,334 |
| Total Net Position | <u>\$ 6,211,105</u> | <u>\$ 4,925</u> | <u>\$ 1,264,883</u> | <u>\$ 7,480,913</u> |

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2022

| | Business-Type Activities - Enterprise Funds | | | Totals |
|---|---|-----------------------|----------------------------------|---------------------|
| | Stormwater | County Parking Lot | State Pier and Parking Lot | |
| Operating Revenues: | | | | |
| Sales and service charges | \$ 336,494 | \$ 1,339,414 | \$ 912,531 | \$ 2,588,439 |
| Miscellaneous | 2,320 | - | 555 | 2,875 |
| Total Operating Revenues | 338,814 | 1,339,414 | 913,086 | 2,591,314 |
| Operating Expenses: | | | | |
| Salaries | 80,428 | 30,810 | 30,812 | 142,050 |
| Employee benefits | 24,667 | 4,872 | 4,871 | 34,410 |
| Contract and professional services | 1,282,750 | 46,210 | 209,416 | 1,538,376 |
| Materials and services | 7,106 | - | 219,066 | 226,172 |
| Utilities | 39,590 | 3,475 | 32,417 | 75,482 |
| Administrative service charges | 194,712 | 37,356 | 44,172 | 276,240 |
| Leases and rents | - | 666,005 | - | 666,005 |
| Depreciation expense | 147,650 | - | - | 147,650 |
| Total Operating Expenses | 1,776,903 | 788,728 | 540,754 | 3,106,385 |
| Operating Income (Loss) | (1,438,089) | 550,686 | 372,332 | (515,071) |
| Nonoperating Revenues (Expenses): | | | | |
| Interest revenue | (35,329) | - | (26,580) | (61,909) |
| Interest expense | (3,648) | (1,364) | (1,363) | (6,375) |
| Total Nonoperating Revenues (Expenses) | (38,977) | (1,364) | (27,943) | (68,284) |
| Income (Loss) Before Transfers | (1,477,066) | 549,322 | 344,389 | (583,355) |
| Transfers in | 2,183,688 | - | - | 2,183,688 |
| Transfers out | - | (532,628) | - | (532,628) |
| Changes in Net Position | 706,622 | 16,694 | 344,389 | 1,067,705 |
| Net Position: | | | | |
| Beginning of Year | 5,504,483 | (11,769) | 920,494 | 6,413,208 |
| End of Fiscal Year | \$ 6,211,105 | \$ 4,925 | \$ 1,264,883 | \$ 7,480,913 |

CITY OF MANHATTAN BEACH

**COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2022**

| | Business-Type Activities - Enterprise Funds | | | |
|---|--|-------------------------------|---|---------------------|
| | Stormwater | County Parking Lot | State Pier and Parking Lot | Totals |
| Cash Flows from Operating Activities: | | | | |
| Cash received from customers and users | \$ 386,705 | \$ 1,339,414 | \$ 913,086 | \$ 2,639,205 |
| Cash paid to suppliers for goods and services | (1,570,946) | (825,179) | (490,686) | (2,886,811) |
| Cash paid to employees for services | (105,700) | (39,978) | (39,979) | (185,657) |
| Net Cash Provided (Used) by Operating Activities | (1,289,941) | 474,257 | 382,421 | (433,263) |
| Cash Flows from Non-Capital Financing Activities: | | | | |
| Cash transfers out | - | (532,628) | - | (532,628) |
| Cash transfers in | 2,183,688 | - | - | 2,183,688 |
| Principal paid on pension obligation bonds | (3,712) | (1,383) | (1,383) | (6,478) |
| Interest paid on pension obligation bonds | (2,764) | (1,034) | (1,034) | (4,832) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | 2,177,212 | (535,045) | (2,417) | 1,639,750 |
| Cash Flows from Investing Activities: | | | | |
| Interest received | (35,329) | - | (26,580) | (61,909) |
| Net Cash Provided (Used) by Investing Activities | (35,329) | - | (26,580) | (61,909) |
| Net Increase (Decrease) in Cash and Cash Equivalents | 841,449 | (60,788) | 353,424 | 1,134,085 |
| Cash and Cash Equivalents at Beginning of Year | 2,233,487 | 702,560 | 989,304 | 3,925,351 |
| Cash and Cash Equivalents at End of Year | \$ 3,074,936 | \$ 641,772 | \$ 1,342,728 | \$ 5,059,436 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | | |
| Operating income (loss) | \$ (1,438,089) | \$ 550,686 | \$ 372,332 | \$ (515,071) |
| Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: | | | | |
| Depreciation | 147,650 | - | - | 147,650 |
| (Increase) decrease in accounts receivable | 281,173 | - | - | 281,173 |
| Increase (decrease) in accounts payable | (43,947) | (72,133) | 12,159 | (103,921) |
| Increase (decrease) in accrued payables | (2,841) | - | 2,226 | (615) |
| Increase (decrease) in deposits payable | (233,282) | - | - | (233,282) |
| Increase (decrease) in net pension liability | (162,293) | (64,723) | (64,720) | (291,736) |
| Increase (decrease) in net OPEB liability | (7,951) | (3,031) | (3,031) | (14,013) |
| Increase (decrease) in deferred pension related items | 158,373 | 59,163 | 59,160 | 276,696 |
| Increase (decrease) in deferred OPEB related items | 11,266 | 4,295 | 4,295 | 19,856 |
| Total Adjustments | 148,148 | (76,429) | 10,089 | 81,808 |
| Net Cash Provided (Used) by Operating Activities | \$ (1,289,941) | \$ 474,257 | \$ 382,421 | \$ (433,263) |

Non-Cash Investing, Capital, and Financing Activities:

There was no non-cash investing, capital and financing activities during the fiscal year.

CITY OF MANHATTAN BEACH

JUNE 30, 2022

INTERNAL SERVICE FUNDS

Internal Service Funds have been established to finance, administer and account for the provision of goods and services to all funds and all departments on a cost-reimbursement basis.

Insurance Reserve Fund is used to account for the City's self-insured workers' compensation and general liability programs. The fund collects premiums from departments based on claims history.

Information Systems Fund is used to account for the operation, maintenance and replacement of the City's Information Systems including the citywide network and related hardware and software. Revenues are generated from charges to departments based on the number of PCs in use.

Fleet Management Fund is used to account for the operation, maintenance and replacement of City vehicles. Revenues are generated from vehicle rental charges to departments based upon the number, type and age of vehicles utilized.

Building Maintenance and Operations Fund is used to account for the operation and maintenance of certain City facilities. Revenues are generated by charges to user departments based on the number of personnel in the department.

DRAFT

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2022

| | Governmental Activities - Internal Service Funds | | | | Totals |
|--|--|---------------------|---------------------|-------------------------------------|---------------------|
| | Insurance Reserve | Information Systems | Fleet Management | Building Maintenance and Operations | |
| Assets: | | | | | |
| Current: | | | | | |
| Cash and investments | \$ 19,649,749 | \$ 1,586,800 | \$ 3,828,950 | \$ 22,167 | \$ 25,087,666 |
| Receivables: | | | | | |
| Accounts | 1,450 | - | - | - | 1,450 |
| Inventories | - | - | - | 100,640 | 100,640 |
| Total Current Assets | 19,651,199 | 1,586,800 | 3,828,950 | 122,807 | 25,189,756 |
| Noncurrent: | | | | | |
| Net pension asset | 321,921 | 1,004,415 | 287,330 | 392,110 | 2,005,776 |
| Capital assets - net of accumulated depreciation | - | - | 3,400,748 | 119,655 | 3,520,403 |
| Total Noncurrent Assets | 321,921 | 1,004,415 | 3,688,078 | 511,765 | 5,526,179 |
| Total Assets | 19,973,120 | 2,591,215 | 7,517,028 | 634,572 | 30,715,935 |
| Deferred Outflows of Resources: | | | | | |
| Deferred pension related items | 42,747 | 116,556 | 32,115 | 43,921 | 235,339 |
| Deferred OPEB related items | 91,630 | 211,027 | 111,066 | 138,832 | 552,555 |
| Total Deferred Outflows of Resources | 134,377 | 327,583 | 143,181 | 182,753 | 787,894 |
| Liabilities: | | | | | |
| Current: | | | | | |
| Accounts payable | 10,563 | 84,107 | 13,321 | 128,270 | 236,261 |
| Accrued liabilities | 466 | - | 46,897 | 19,838 | 67,201 |
| Accrued interest | 6,394 | 19,951 | 5,707 | 7,788 | 39,840 |
| Deferred revenues | 1,627 | - | - | - | 1,627 |
| Workers' compensation claims | 9,036,287 | - | - | - | 9,036,287 |
| Accrued claims and judgments | 1,737,238 | - | - | - | 1,737,238 |
| Leases payable | - | - | - | 44,899 | 44,899 |
| Bonds payable | 21,284 | 66,407 | 18,997 | 25,924 | 132,612 |
| Total Current Liabilities | 10,813,859 | 170,465 | 84,922 | 226,719 | 11,295,965 |
| Noncurrent: | | | | | |
| Workers' compensation claims | 6,348,000 | - | - | - | 6,348,000 |
| Accrued claims and judgments | 682,500 | - | - | - | 682,500 |
| Leases payable | - | - | - | 75,464 | 75,464 |
| Bonds payable | 522,383 | 1,629,872 | 466,252 | 636,281 | 3,254,788 |
| Net OPEB liability | 54,308 | 125,073 | 65,827 | 82,284 | 327,492 |
| Total Noncurrent Liabilities | 7,607,191 | 1,754,945 | 532,079 | 794,029 | 10,688,244 |
| Total Liabilities | 18,421,050 | 1,925,410 | 617,001 | 1,020,748 | 21,984,209 |
| Deferred Inflows of Resources: | | | | | |
| Deferred pension related items | 216,730 | 676,215 | 193,443 | 263,985 | 1,350,373 |
| Deferred OPEB related items | 35,149 | 80,949 | 42,604 | 53,256 | 211,958 |
| Total Deferred Inflows of Resources | 251,879 | 757,164 | 236,047 | 317,241 | 1,562,331 |
| Net Position: | | | | | |
| Investment in capital assets | - | - | 3,400,040 | - | 3,400,040 |
| Unrestricted | 1,434,568 | 236,224 | 3,407,121 | (520,664) | 4,557,249 |
| Total Net Position | \$ 1,434,568 | \$ 236,224 | \$ 6,807,161 | \$ (520,664) | \$ 7,957,289 |

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022

| | Governmental Activities - Internal Service Funds | | | | Totals |
|---|--|---------------------|---------------------|-------------------------------------|---------------------|
| | Insurance Reserve | Information Systems | Fleet Management | Building Maintenance and Operations | |
| Operating Revenues: | | | | | |
| Interdepartmental service charges | \$ 7,266,383 | \$ 3,036,714 | \$ 2,253,858 | \$ 1,628,747 | \$ 14,185,702 |
| Miscellaneous | 6,653,777 | 92 | 37,443 | - | 6,691,312 |
| Total Operating Revenues | 13,920,160 | 3,036,806 | 2,291,301 | 1,628,747 | 20,877,014 |
| Operating Expenses: | | | | | |
| Salaries | 406,769 | 1,199,262 | 289,436 | 408,210 | 2,303,677 |
| Employee benefits | 57,523 | 615,305 | 28,387 | 82,403 | 783,618 |
| Contract for professional services | 209,528 | 566,416 | 198,801 | 612,192 | 1,586,937 |
| Materials and services | 454,457 | 713,948 | 551,861 | 420,903 | 2,141,169 |
| Utilities | 150 | 905 | - | 118,416 | 119,471 |
| Claims expense | 9,648,523 | - | - | - | 9,648,523 |
| Depreciation expense | - | - | 768,940 | 48,565 | 817,505 |
| Total Operating Expenses | 10,776,950 | 3,095,836 | 1,837,425 | 1,690,689 | 17,400,900 |
| Operating Income (Loss) | 3,143,210 | (59,030) | 453,876 | (61,942) | 3,476,114 |
| Nonoperating Revenues (Expenses): | | | | | |
| Interest expense | (19,199) | (59,903) | (17,139) | (23,390) | (119,631) |
| Gain (loss) on disposal of capital assets | - | - | (18,034) | - | (18,034) |
| Total Nonoperating Revenues (Expenses) | (19,199) | (59,903) | (35,173) | (23,390) | (137,665) |
| Income (Loss) Before Transfers | 3,124,011 | (118,933) | 418,703 | (85,332) | 3,338,449 |
| Changes in Net Position | 3,124,011 | (118,933) | 418,703 | (85,332) | 3,338,449 |
| Net Position: | | | | | |
| Beginning of Year | (1,689,443) | 355,157 | 6,388,458 | (435,332) | 4,618,840 |
| End of Fiscal Year | \$ 1,434,568 | \$ 236,224 | \$ 6,807,161 | \$ (520,664) | \$ 7,957,289 |

CITY OF MANHATTAN BEACH

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022

| | Governmental Activities - Internal Service Funds | | | | |
|---|--|---------------------|---------------------|-------------------------------------|----------------------|
| | Insurance Reserve | Information Systems | Fleet Management | Building Maintenance and Operations | Totals |
| Cash Flows from Operating Activities: | | | | | |
| Cash received from customers and users | \$ 6,654,021 | \$ 92 | \$ 44,549 | \$ - | \$ 6,698,662 |
| Cash received from interfund service provided | 7,266,383 | 3,036,714 | 2,253,858 | 1,628,747 | 14,185,702 |
| Cash paid to suppliers for goods and services | (10,571,494) | (1,275,996) | (746,491) | (1,073,814) | (13,667,795) |
| Cash paid to employees for services | (518,748) | (1,478,176) | (357,828) | (495,840) | (2,850,592) |
| Net Cash Provided (Used) by Operating Activities | 2,830,162 | 282,634 | 1,194,088 | 59,093 | 4,365,977 |
| Cash Flows from Non-Capital Financing Activities: | | | | | |
| Principal paid on pension obligation bonds | (19,518) | (60,898) | (17,420) | (23,774) | (121,610) |
| Interest paid on pension obligation bonds | (14,550) | (45,397) | (12,990) | (13,877) | (86,814) |
| Net Cash Provided (Used) by Non-Capital Financing Activities | (34,068) | (106,295) | (30,410) | (37,651) | (208,424) |
| Cash Flows from Capital and Related Financing Activities: | | | | | |
| Acquisition and construction of capital assets | - | - | (232,492) | - | (232,492) |
| Principal paid on capital debt | - | - | - | (47,857) | (47,857) |
| Interest paid on capital debt | - | - | - | (3,851) | (3,851) |
| Proceeds from sales of capital assets | - | - | 20,525 | - | 20,525 |
| Net Cash Provided (Used) by Capital and Related Financing Activities | - | - | (211,967) | (51,708) | (263,675) |
| Net Increase (Decrease) in Cash and Cash Equivalents | 2,796,094 | 176,339 | 951,711 | (30,266) | 3,893,878 |
| Cash and Cash Equivalents at Beginning of Year | 16,853,655 | 1,410,461 | 2,877,239 | 52,433 | 21,193,788 |
| Cash and Cash Equivalents at End of Year | \$ 19,649,749 | \$ 1,586,800 | \$ 3,828,950 | \$ 22,167 | \$ 25,087,666 |
| Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: | | | | | |
| Operating income (loss) | \$ 3,143,210 | \$ (59,030) | \$ 453,876 | \$ (61,942) | \$ 3,476,114 |
| Adjustments to Reconcile Operating Income (loss) Net Cash Provided (Used) by Operating Activities: | | | | | |
| Depreciation | - | - | 768,940 | 48,565 | 817,505 |
| (Increase) decrease in accounts receivable | (1,383) | - | 7,106 | - | 5,723 |
| (Increase) decrease in prepaid expense | - | - | - | 92 | 92 |
| (Increase) decrease in inventory | - | - | - | 1,832 | 1,832 |
| Increase (decrease) in accounts payable | (9,447) | 5,273 | (42,709) | 75,773 | 28,890 |
| Increase (decrease) in accrued payables | 466 | - | 46,880 | 19,811 | 67,157 |
| Increase (decrease) in net pension liability | (900,694) | (2,275,620) | (804,291) | (1,064,555) | (5,045,160) |
| Increase (decrease) in net OPEB liability | (24,985) | (33,513) | (30,281) | (37,852) | (126,631) |
| Increase (decrease) in deferred pension related items | 835,348 | 2,591,823 | 751,652 | 1,023,724 | 5,202,547 |
| Increase (decrease) in deferred OPEB related items | 35,409 | 53,701 | 42,915 | 53,645 | 185,670 |
| Increase (decrease) in workers' compensation claims | (327,254) | - | - | - | (327,254) |
| Increase (decrease) in claims and judgments | 77,865 | - | - | - | 77,865 |
| Total Adjustments | (313,048) | 341,664 | 740,212 | 121,035 | 889,863 |
| Net Cash Provided (Used) by Operating Activities | \$ 2,830,162 | \$ 282,634 | \$ 1,194,088 | \$ 59,093 | \$ 4,365,977 |

Non-Cash Investing, Capital, and Financing Activities:

There was no non-cash investing, capital and financing activities during the fiscal year.



CITY OF MANHATTAN BEACH FINANCE SUBCOMMITTEE STAFF REPORT

TO: Members of the Finance Subcommittee

THROUGH: Steve S. Charelian, Finance Director

FROM: Julie Bondarchuk, Financial Controller
Libby Bretthauer, Financial Services Manager

SUBJECT: CalPERS Update FY 2021-2022

DATE: December 15, 2022

RECOMMENDATION:

Staff recommends that the Finance Subcommittee receive the FY 2021-2022 CalPERS update.

FISCAL IMPLICATION:

There are no fiscal implications associated with the recommended action.

BACKGROUND:

Since 1947, the City has participated in the California Public Employees Retirement System (CalPERS) to provide retirement benefits to employees. Since the CalPERS retirement system is a defined benefit plan, any short funding of the plan is the responsibility of the City. Due to the significant financial implications, it is important for the City to understand its financial standing with CalPERS.

DISCUSSION:

Understanding the City's current financial status with CalPERS involves several variables. CalPERS maintains a long-term outlook and, historically, based its calculations on the assumption of a 7.0% average return on investments. Annual investment returns vary, potentially creating unfunded liabilities that the City is required to address.

At the end of each fiscal year, CalPERS begins working on actuarial reports that will be issued one year after a given fiscal year has ended. These actuarial reports determine the rates and liability payments that will be effective during the fiscal year subsequent to the year when the report is issued. Due to this timetable, this typically means that rates and liability amortization schedules lag a year behind the fiscal period the report is received and two years behind the fiscal period investment return in the report.

Unfunded pension liability occurs when there is a negative variance between the value of the investments (assets) held by CalPERS and the actuarially determined liability discounted to present day. CalPERS' current discount rate is 6.8%, down from 7.0% in FY 2019-2020. Unfunded liability may occur when the CalPERS investment returns are less than the discount rate, when the discount rate is lowered, or when actuarial assumptions are changed.

In FY 2019-2020, CalPERS generated investment returns of 4.7%, resulting in unfunded liability of \$6.8 million. In FY 2020-2021, CalPERS generated a 21.3% return, resulting in a surplus of \$31.7 million. The large investment return in FY 2020-2021 also triggered a lowering of the discount rate from 7.0% to 6.8%, a strategy used by CalPERS to de-risk the plan. The lower discount rate resulted in the City having an additional \$8.8 million of liability.

In FY 2021-2022, CalPERS generated a preliminary net investment loss of 6.1%. Staff attended the CalPERS conference this past October and met with a CalPERS actuary to determine the impact of this 6.1% loss. Using the CalPERS Pension Outlook Tool, the City's current unfunded liability is estimated at \$21.8 million. Given the two-year lag in the budgetary impact of this negative investment return, a payment on this liability will first be due in FY 2023-2024. Estimated payments will be included in the FY 2023-2024 Proposed Budget presentation.

In May 2021, the City issued Pension Obligation Bonds (POBs) to fund 100% of the City's \$91.5 million unfunded liability as of FY 2018-2019. At this time, the City also adopted an Unfunded Liability Policy to guide the use of budgetary savings resulting from the POBs. With this Policy, use of the budgetary savings is allocated between the Pension Rate Stabilization Trust Fund to offset future unfunded liability costs and funding future capital improvements, infrastructure needs and/or debt service. Currently, the balance of the Pension Rate Stabilization Trust Fund is approximately \$2.7 million, including principal and accumulated interest. These funds may be used for payments to CalPERS at the City's discretion.

CONCLUSION:

While the current unfunded liability seems like a large number, it is important to note that CalPERS is a long-term plan and is based on investment returns that fluctuate year-over-year with surpluses from one year mitigating liabilities from another. As part of its review, staff monitors CalPERS investment returns over 5-year (10.3%), 10-year (8.5%), 20-year (6.9%), and 30-year (8.4%) periods. Staff's goal is to monitor the City's current financial situation and plan accordingly while also taking into account a long-term view on the pension funding. Staff will continue to refine projections and provide further information as updates become available. A funding plan will be included in the FY 2023-2024 Proposed Budget presentation.



CITY OF MANHATTAN BEACH FINANCE SUBCOMMITTEE STAFF REPORT

TO: Members of the Finance Subcommittee

THROUGH: Steve S. Charelian, Finance Director

FROM: Libby Bretthauer, Financial Services Manager
Julie Bondarchuk, Financial Controller

SUBJECT: Month-End Financial Reports for October 31, 2022

DATE: December 15, 2022

RECOMMENDATION:

Staff recommends that the Finance Subcommittee receive this report.

FISCAL IMPLICATION:

This is a financial status report presented as a basis for discussion of current financial performance. No budgetary changes are recommended at this time.

DISCUSSION:

The Finance Department is pleased to provide you with month-end financial reports for the month ending October 31, 2022. This report date marks the fourth month of the 2022-2023 fiscal year. The following reports for fiscal year (FY) 2022-2023:

- FY 2022-2023 Statement of Revenues and Expenditures
 - Presents revenues and expenditures by fund and compares budget-to-actual performance.
- FY 2022-2023 Citywide Revenues
 - Presents revenues by fund and compares budget-to-actual performance.
- FY 2022-2023 General Fund Major Revenue Trends
 - Highlights significant General Fund revenue sources and recent trends.
- FY 2022-2023 Revenue Detail
 - Presents Citywide revenue performance by line item detail to clarify the revenue components in each fund.

- FY 2022-2023 Citywide Expenditures
 - Presents expenditures by fund and compares budget-to-actual performance.
- FY 2022-2023 General Fund Expenditures by Department
 - Presents General Fund expenditures by department and compares budget-to-actual performance.
- Balance Sheet Account Balances as of October 31, 2022.

Attachments: October 2022 Month-End Financial Reports



City of Manhattan Beach
 Fiscal Year 2022-2023 Statement of Revenues & Expenditures
 As of October 31, 2022

% of Year
33.3%

Current Year Activity

| Fund | Adjusted | | | Adjusted | | | | |
|--|----------|----------------------|---------------------|--------------|----------------------|---------------------|---------------------|--------------|
| | Budget | YTD | % | Budget | Year-to-Date | | % | |
| No. | Revenues | Revenues | Realized | Expenditures | Expenditures | Encumbrances | Utilized | |
| General Fund | 100 | \$86,669,227 | \$18,018,023 | 20.8% | \$86,029,658 | \$23,405,825 | \$1,341,070 | 28.8% |
| Street Lighting & Landscaping Fund | 201 | 390,822 | 1,821 | 0.5% | 665,796 | 112,402 | 34,202 | 22.0% |
| Gas Tax Fund | 205 | 1,798,763 | 583,182 | 32.4% | 2,075,257 | 157,937 | 1,107,882 | 61.0% |
| Asset Forfeiture | 210 | 41,800 | 14,819 | 35.5% | 135,497 | 9,783 | 27,747 | 27.7% |
| Police Safety Grants | 211 | 159,000 | 94,752 | 59.6% | 209,693 | 24,500 | 30,193 | 26.1% |
| Prop A Fund | 230 | 883,003 | 335,570 | 38.0% | 788,363 | 222,369 | 7,337 | 29.1% |
| Prop C Fund | 231 | 712,451 | 498,190 | 69.9% | 3,511,593 | 427,926 | 1,785,797 | 63.0% |
| AB 2766 Fund | 232 | 47,500 | 16,935 | 35.7% | 673 | 224 | - | 33.3% |
| Measure R | 233 | 547,088 | 272,192 | 49.8% | 1,175,677 | 37,668 | 883,668 | 78.4% |
| Measure M | 234 | 7,121,033 | 249,396 | 3.5% | 7,461,244 | 48,157 | 562,725 | 8.2% |
| Measure W | 240 | 1,611,500 | 34,273 | 2.1% | 2,349,197 | 47,738 | 1,101,650 | 48.9% |
| Capital Improvements Fund | 401 | 1,605,438 | 609,467 | 38.0% | 8,794,476 | 1,140,536 | 3,047,839 | 47.6% |
| Bond Construction Fund | 402 | - | 221,557 | n/a | 5,405,236 | 1,680,683 | 3,724,553 | 100.0% |
| Underground Assessment District Construction | 403 | - | 105,670 | n/a | 1,552,206 | 51,754 | 245,619 | 19.2% |
| Water Fund | 501 | 16,472,500 | 3,313,641 | 20.1% | 28,519,324 | 8,784,000 | 11,899,232 | 72.5% |
| Stormwater Fund | 502 | 344,484 | 53,016 | 15.4% | 2,139,873 | 369,056 | 164,360 | 24.9% |
| Wastewater Fund | 503 | 3,628,000 | 1,067,911 | 29.4% | 5,411,858 | 615,488 | 1,265,845 | 34.8% |
| Parking Fund | 520 | 3,983,200 | 1,734,193 | 43.5% | 2,861,687 | 710,175 | 22,831 | 25.6% |
| County Parking Lots Fund | 521 | 1,363,000 | 544,167 | 39.9% | 953,214 | 70,086 | - | 7.4% |
| State Pier & Parking Lot Fund | 522 | 833,500 | 363,186 | 43.6% | 795,910 | 126,275 | 49,595 | 22.1% |
| Insurance Reserve Fund | 601 | 7,549,860 | 2,625,327 | 34.8% | 8,278,953 | 5,688,394 | 214,174 | 71.3% |
| Information Systems Reserve Fund | 605 | 3,698,533 | 1,232,838 | 33.3% | 4,738,564 | 1,079,162 | 550,517 | 34.4% |
| Fleet Management Fund | 610 | 2,772,827 | 776,656 | 28.0% | 4,593,948 | 874,979 | 1,719,355 | 56.5% |
| Building Maintenance & Operation Fund | 615 | 2,195,831 | 527,381 | 24.0% | 2,596,244 | 524,893 | 391,962 | 35.3% |
| Special Assessment Debt Service | 710 | 714,150 | 681 | 0.1% | 700,450 | 663,875 | - | 94.8% |
| Special Assessment UAD 19-12 19-14 Fund | 711 | 606,106 | 4,090 | 0.7% | 609,007 | 499,453 | - | 82.0% |
| Special Assessment UAD 19-4 Fund | 712 | 337,613 | 302 | 0.1% | 341,813 | 278,506 | - | 81.5% |
| City Pension Fund | 801 | 264,480 | 833 | 0.3% | 196,680 | 63,749 | - | 32.4% |
| PARS Investment Trust | 804 | 50,000 | (102,308) | -204.6% | - | - | - | - |
| | | \$146,401,709 | \$33,197,759 | 22.7% | \$182,892,091 | \$47,715,591 | \$30,178,152 | 26.1% |



City of Manhattan Beach
 Fiscal Year 2022-2023 Citywide Revenues
 As of October 31, 2022

% of Year
33.3%

Current Year Activity

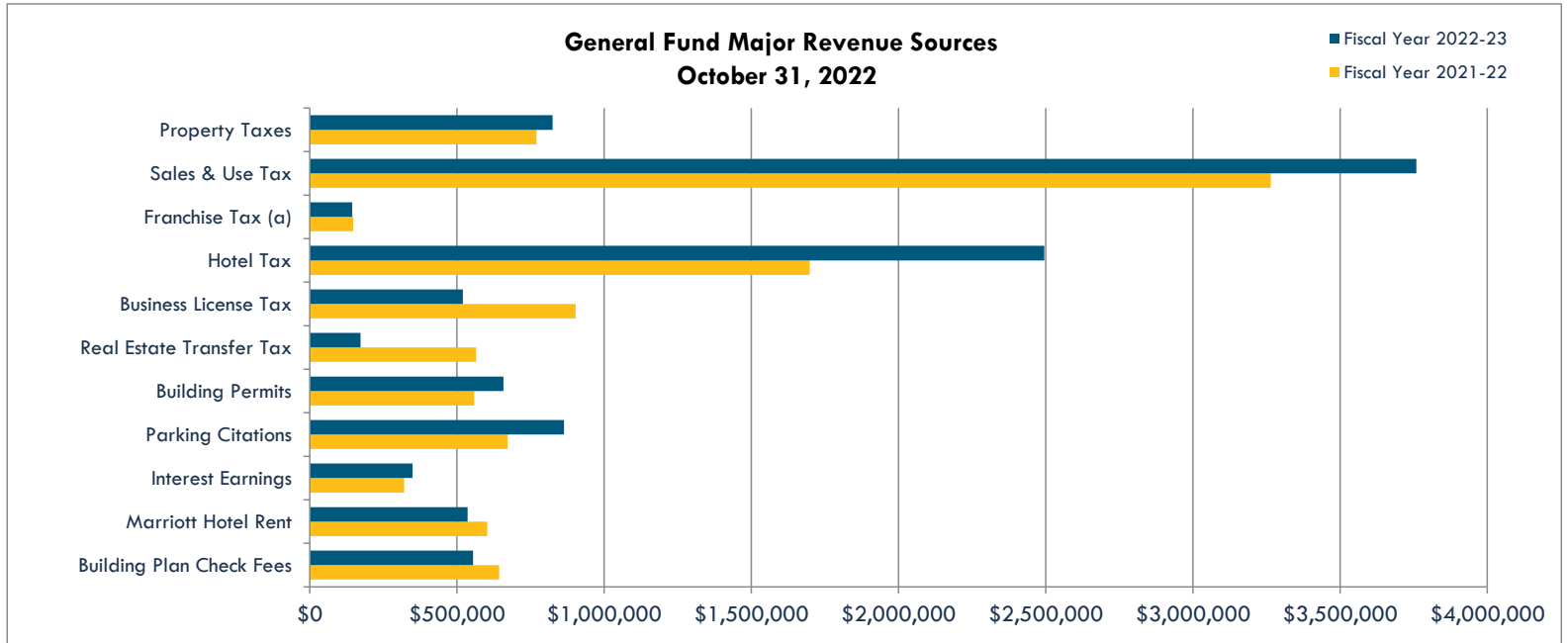
| | Fund No. | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|--|----------|----------------------|--------------------|----------------------|----------------------|----------------------|--------------|
| General Fund | 100 | \$86,669,227 | \$0 | \$86,669,227 | \$18,018,023 | 68,651,204 | 20.8% |
| Street Lighting & Landscaping Fund | 201 | 390,822 | - | 390,822 | 1,821 | 389,001 | 0.5% |
| Gas Tax Fund | 205 | 1,798,763 | - | 1,798,763 | 583,182 | 1,215,581 | 32.4% |
| Asset Forfeiture | 210 | 41,800 | - | 41,800 | 14,819 | 26,981 | 35.5% |
| Police Safety Grants | 211 | 159,000 | - | 159,000 | 94,752 | 64,248 | 59.6% |
| Prop A Fund | 230 | 883,003 | - | 883,003 | 335,570 | 547,433 | 38.0% |
| Prop C Fund | 231 | 712,451 | - | 712,451 | 498,190 | 214,261 | 69.9% |
| AB 2766 Fund | 232 | 47,500 | - | 47,500 | 16,935 | 30,565 | 35.7% |
| Measure R | 233 | 547,088 | - | 547,088 | 272,192 | 274,896 | 49.8% |
| Measure M | 234 | 5,921,033 | 1,200,000 | 7,121,033 | 249,396 | 6,871,637 | 3.5% |
| Measure W | 240 | 1,611,500 | - | 1,611,500 | 34,273 | 1,577,227 | 2.1% |
| Capital Improvements Fund | 401 | 1,605,438 | - | 1,605,438 | 609,467 | 995,971 | 38.0% |
| Bond Construction Fund | 402 | - | - | - | 221,557 | (221,557) | 100.0% |
| Underground Assessment District Construction | 403 | - | - | - | 105,670 | (105,670) | 100.0% |
| Water Fund | 501 | 16,472,500 | - | 16,472,500 | 3,313,641 | 13,158,859 | 20.1% |
| Stormwater Fund | 502 | 344,484 | - | 344,484 | 53,016 | 291,468 | 15.4% |
| Wastewater Fund | 503 | 3,628,000 | - | 3,628,000 | 1,067,911 | 2,560,089 | 29.4% |
| Parking Fund | 520 | 3,983,200 | - | 3,983,200 | 1,734,193 | 2,249,007 | 43.5% |
| County Parking Lots Fund | 521 | 1,363,000 | - | 1,363,000 | 544,167 | 818,833 | 39.9% |
| State Pier & Parking Lot Fund | 522 | 833,500 | - | 833,500 | 363,186 | 470,314 | 43.6% |
| Insurance Reserve Fund | 601 | 7,549,860 | - | 7,549,860 | 2,625,327 | 4,924,533 | 34.8% |
| Information Systems Reserve Fund | 605 | 3,698,533 | - | 3,698,533 | 1,232,838 | 2,465,695 | 33.3% |
| Fleet Management Fund | 610 | 2,772,827 | - | 2,772,827 | 776,656 | 1,996,171 | 28.0% |
| Building Maintenance & Operation Fund | 615 | 2,195,831 | - | 2,195,831 | 527,381 | 1,668,450 | 24.0% |
| Special Assessment Debt Service | 710 | 714,150 | - | 714,150 | 681 | 713,469 | 0.1% |
| Special Assessment UAD 19-12 19-14 Fund | 711 | 606,106 | - | 606,106 | 4,090 | 602,016 | 0.7% |
| Special Assessment UAD 19-4 Fund | 712 | 337,613 | - | 337,613 | 302 | 337,311 | 0.1% |
| City Pension Fund | 801 | 264,480 | - | 264,480 | 833 | 263,647 | 0.3% |
| PARS Investment Trust | 804 | 50,000 | - | 50,000 | (102,308) | 152,308 | -204.6% |
| | | \$145,201,709 | \$1,200,000 | \$146,401,709 | \$33,197,759 | \$113,203,950 | 22.7% |



City of Manhattan Beach
 Fiscal Year 2022-2023 General Fund Major Revenue Trends
 October 31, 2022

Percent of Year
 33.3%

| Major Revenue Accounts | Fund No. | Year-To-Date Actuals | | | | | | FY 2023 | |
|-------------------------------------|----------|----------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------|
| | | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | Adj Budget | Realized |
| Property Taxes | 100 | 682,006 | 728,979 | 755,718 | 776,468 | 770,228 | 824,597 | 38,049,313 | 2.2% |
| Sales & Use Tax | 100 | 2,948,891 | 3,145,539 | 3,129,223 | 2,574,802 | 3,264,452 | 3,758,858 | 9,260,000 | 40.6% |
| Franchise Tax (a) | 100 | 161,392 | 167,202 | 159,776 | 151,631 | 147,576 | 143,854 | 1,135,000 | 12.7% |
| Hotel Tax | 100 | 1,469,012 | 1,538,810 | 1,774,893 | 711,274 | 1,698,850 | 2,495,220 | 4,025,000 | 62.0% |
| Business License Tax | 100 | 223,753 | 324,698 | 396,282 | 608,993 | 903,296 | 519,882 | 3,600,000 | 14.4% |
| Real Estate Transfer Tax | 100 | 253,528 | 335,473 | 412,419 | 224,754 | 564,928 | 172,356 | 810,000 | 21.3% |
| Building Permits | 100 | 658,173 | 564,972 | 612,909 | 536,256 | 559,167 | 657,607 | 1,532,712 | 42.9% |
| Parking Citations | 100 | 875,245 | 772,887 | 680,689 | 508,999 | 672,561 | 863,556 | 1,875,000 | 46.1% |
| Interest Earnings | 100 | 366,051 | 446,992 | 591,874 | 479,350 | 320,513 | 348,793 | 637,522 | 54.7% |
| Marriott Hotel Rent | 100 | 664,719 | 773,086 | 953,992 | 383,402 | 603,531 | 535,855 | 1,350,000 | 39.7% |
| Vehicle in Lieu | 100 | - | - | - | - | - | - | 17,000 | 0.0% |
| Building Plan Check Fees | 100 | 737,499 | 653,120 | 651,158 | 624,437 | 643,222 | 554,836 | 1,755,000 | 31.6% |
| Total Major Revenue Accounts | | 9,040,269 | 9,451,761 | 10,118,934 | 7,580,365 | 10,148,323 | 10,875,414 | 64,046,547 | 17.0% |
| Over/(Under) Prior Year | | | 411,492 | 667,173 | (2,538,568) | 2,567,958 | 727,091 | | |
| Percent Change From Prior Year | | | 4.6% | 7.1% | (25.1%) | 33.9% | 7.2% | | |
| Other Revenues | | 5,543,796 | 5,684,684 | 5,656,712 | 4,596,117 | 5,199,716 | 7,142,609 | 22,622,680 | 31.6% |
| Total General Fund Revenues | | 14,584,065 | 15,136,445 | 15,775,646 | 12,176,483 | 15,348,039 | 18,018,023 | 86,669,227 | 20.8% |

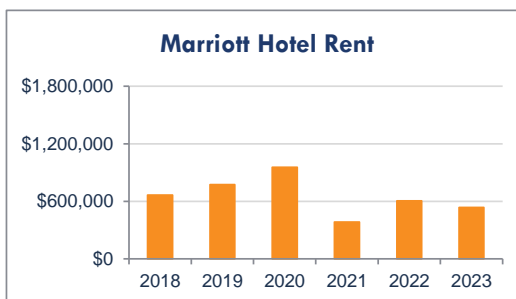
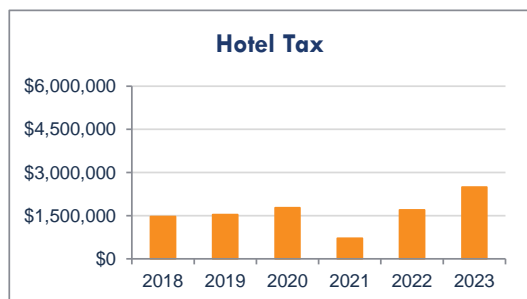
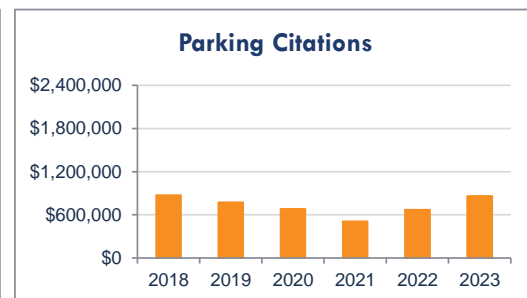
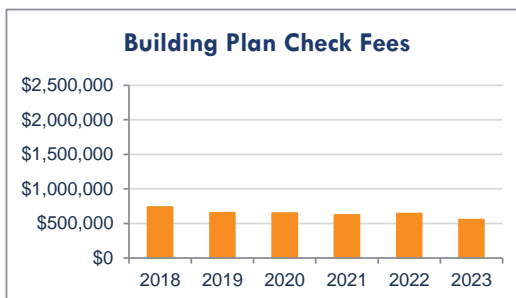
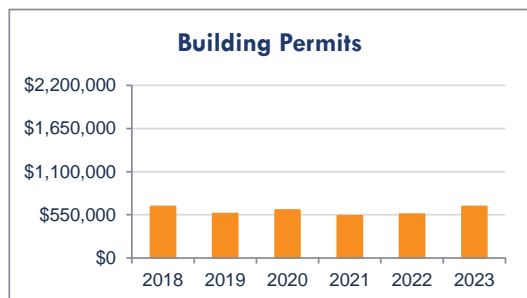
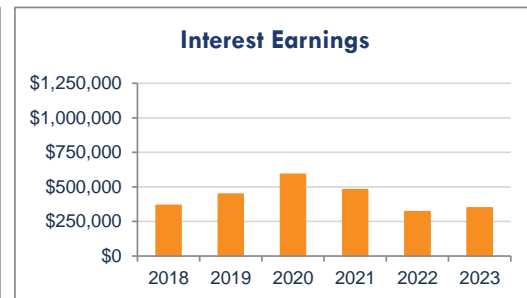
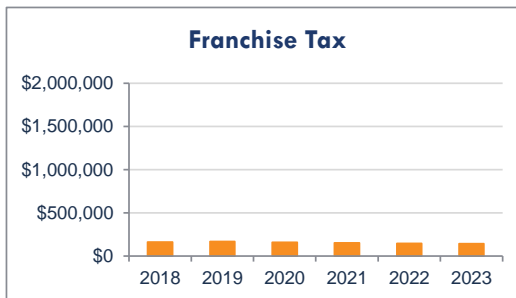
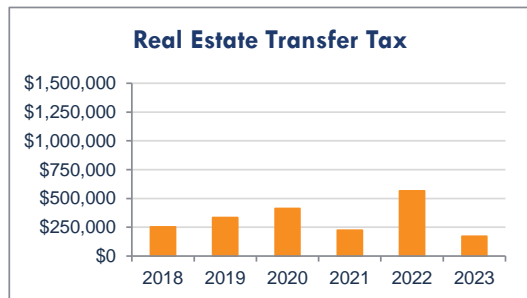
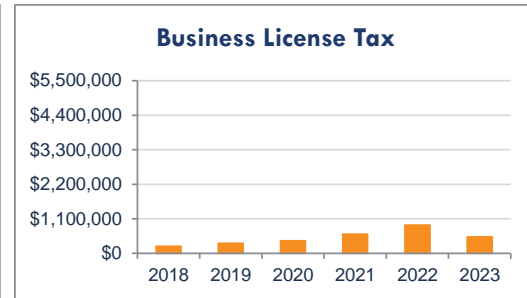
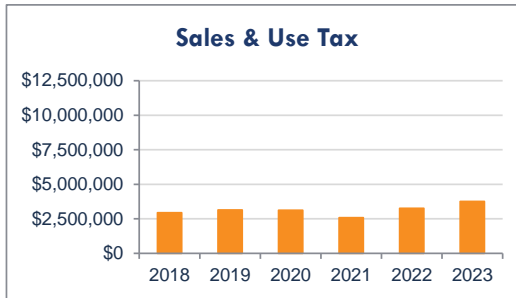
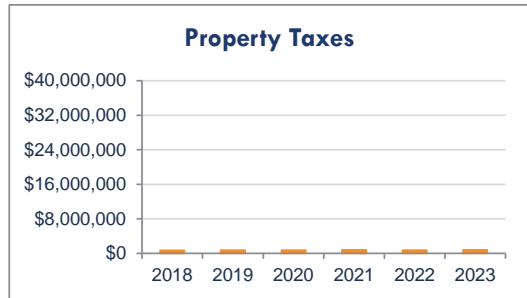


(a) The structure of payments for the some of the franchise fees has changed resulting in lower initial revenues at the beginning of the fiscal year as compared to prior years. This revenue will self adjust throughout the year to better align with prior full-year numbers.



City of Manhattan Beach Fiscal Year-To-Date General Fund Trends Through October Year-Over-Year

Percent of Year
33.3%





City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

Current Year Activity

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-------------------------------|-------------------|--------------------|-------------------|----------------------|-------------------|--------------|
| 100 | GENERAL FUND | | | | | | | |
| | 41101 | C.Yr Secured Property Tax | 33,148,433 | - | 33,148,433 | - | 33,148,433 | 0.0% |
| | 41102 | C.Yr Unsecured Property Tax | 1,032,060 | - | 1,032,060 | 824,597 | 207,463 | 79.9% |
| | 41103 | P.Yr Secured Prop Tax | 125,000 | - | 125,000 | - | 125,000 | 0.0% |
| | 41104 | P.Yr Unsecured Property Tax | 35,000 | - | 35,000 | - | 35,000 | 0.0% |
| | 41105 | Supplemental Property Tax | 800,000 | - | 800,000 | - | 800,000 | 0.0% |
| | 41106 | Property Tax Collection Admin | (446,540) | - | (446,540) | - | (446,540) | 0.0% |
| | 41107 | Interest & Penalties | 95,000 | - | 95,000 | - | 95,000 | 0.0% |
| | 41108 | Property Tax In Lieu of VLF | 5,949,827 | - | 5,949,827 | - | 5,949,827 | 0.0% |
| | PROPERTY TAX Total | | 40,738,780 | - | 40,738,780 | 824,597 | 39,914,183 | 2.0% |
| | 41201 | Sales & Use Tax | 10,000,000 | - | 10,000,000 | 3,758,858 | 6,241,142 | 37.6% |
| | 41203 | PSAF Sales Tax | 478,262 | - | 478,262 | 81,749 | 396,513 | 17.1% |
| | 41211 | Transient Occupancy Tax | 5,350,000 | - | 5,350,000 | 2,473,168 | 2,876,832 | 46.2% |
| | 41213 | Franchise Tax | 1,150,000 | - | 1,150,000 | 143,854 | 1,006,146 | 12.5% |
| | 41214 | Real Estate Transfer Tax | 1,025,000 | - | 1,025,000 | 172,356 | 852,644 | 16.8% |
| | 41221 | Business License Tax | 3,950,000 | - | 3,950,000 | 519,882 | 3,430,118 | 13.2% |
| | 41224 | AB 1379 Dis Access & Educ | - | - | - | 3,196 | (3,196) | - |
| | OTHER TAXES & ASSESSMENTS Total | | 21,953,262 | - | 21,953,262 | 7,153,063 | 14,800,199 | 32.6% |
| | 42101 | Building Permits | 1,650,000 | - | 1,650,000 | 657,607 | 992,393 | 39.9% |
| | 42102 | Building Permits Surcharge | 165,000 | - | 165,000 | 60,692 | 104,308 | 36.8% |
| | 42103 | Other Construction Permits | 500,000 | - | 500,000 | 272,835 | 227,165 | 54.6% |
| | 42104 | Energov Tech Fee Admin | 158,588 | - | 158,588 | - | 158,588 | 0.0% |
| | 42105 | Right of Way Permits | 700,000 | - | 700,000 | 297,869 | 402,131 | 42.6% |
| | 42106 | Outdoor Facilities Permits | 1,296 | - | 1,296 | - | 1,296 | 0.0% |
| | 42108 | Entertainment Permits | 4,240 | - | 4,240 | 1,372 | 2,868 | 32.4% |
| | 42111 | Licensing Permits | 1,904 | - | 1,904 | 275 | 1,629 | 14.4% |
| | 42201 | Fire Code Permits - Annual | 205,000 | - | 205,000 | 66,020 | 138,980 | 32.2% |
| | 42202 | Fire Permits - One Time | 25,000 | - | 25,000 | 7,526 | 17,475 | 30.1% |
| | 42203 | Fire Construction Inspections | 37,000 | - | 37,000 | 25,006 | 11,994 | 67.6% |
| | 42204 | Studio Tenant | 2,200 | - | 2,200 | 500 | 1,700 | 22.7% |
| | 42301 | Police Alarm Permits | 126,800 | - | 126,800 | 3,854 | 122,946 | 3.0% |
| | 42302 | Animal License Fees | 45,000 | - | 45,000 | 35,244 | 9,756 | 78.3% |
| | 42401 | Film Permits | 35,000 | - | 35,000 | 21,325 | 13,675 | 60.9% |
| | LICENSES & PERMITS Total | | 3,657,028 | - | 3,657,028 | 1,450,125 | 2,206,903 | 39.7% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------|-----------------------------------|--------------------------------|------------------|--------------------|------------------|----------------------|-------------------|--------------|
| | 43101 | Vehicle Code Fines | 30,000 | - | 30,000 | 14,236 | 15,764 | 47.5% |
| | 43102 | Parking Citations | 2,150,000 | - | 2,150,000 | 863,556 | 1,286,444 | 40.2% |
| | 43301 | Comm Dev Fines | 25,000 | - | 25,000 | 11,864 | 13,136 | 47.5% |
| | 43401 | Municipal Code Fines | 2,000 | - | 2,000 | (1,240) | 3,240 | -62.0% |
| | 43402 | Other Fines & Settlements | - | - | - | - | - | - |
| | 43501 | Public Works Fines | - | - | - | 35,462 | (35,462) | - |
| | FINES Total | | 2,207,000 | - | 2,207,000 | 923,878 | 1,283,122 | 41.9% |
| | 44101 | Interest Earnings | 675,000 | - | 675,000 | 348,793 | 326,207 | 51.7% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 1,104,166 | (1,104,166) | - |
| | 44103 | Investment Amortization | - | - | - | 20,788 | (20,788) | - |
| | 44204 | Installment Fund Earnings | - | - | - | 398 | (398) | - |
| | 44401 | Metlox Lease Payments | 625,000 | - | 625,000 | 80,333 | 544,667 | 12.9% |
| | 44402 | Tennis Club Bldg (Parkview) | 341,340 | - | 341,340 | 112,667 | 228,673 | 33.0% |
| | 44403 | Tennis Club Minimum+% Rent | 180,000 | - | 180,000 | 60,000 | 120,000 | 33.3% |
| | 44404 | 1334 Office Building Rent | 50,000 | - | 50,000 | 16,932 | 33,068 | 33.9% |
| | 44405 | Tennis Club Parking Lot Lease | 35,000 | - | 35,000 | 12,295 | 22,705 | 35.1% |
| | 44406 | Minimum Hotel Rent Payments | 400,000 | - | 400,000 | 133,333 | 266,667 | 33.3% |
| | 44407 | Hotel Rent | 1,275,000 | - | 1,275,000 | 402,522 | 872,478 | 31.6% |
| | 44408 | Golf Course Rent | 33,500 | - | 33,500 | 6,906 | 26,594 | 20.6% |
| | 44409 | Mall Parking Lot Lease | 185,000 | - | 185,000 | 99,717 | 85,283 | 53.9% |
| | 44410 | Post Office Lease | 58,300 | - | 58,300 | 22,083 | 36,217 | 37.9% |
| | 44411 | Library Parking Lot Lease | 6,510 | - | 6,510 | 2,090 | 4,420 | 32.1% |
| | 44412 | Misc. Rents & Concessions | 41,000 | - | 41,000 | 12,288 | 28,712 | 30.0% |
| | 44421 | Wireless Communication Lease | 220,000 | - | 220,000 | 68,283 | 151,717 | 31.0% |
| | INTEREST & RENTS Total | | 4,125,650 | - | 4,125,650 | 2,503,594 | 1,622,056 | 60.7% |
| | 45121 | Veh Lic Fee Penalties & Int | 35,000 | - | 35,000 | - | 35,000 | 0.0% |
| | 45122 | Homeowners Property Tax Relief | 145,000 | - | 145,000 | - | 145,000 | 0.0% |
| | 45123 | State Mandated Cost Reimb | 15,000 | - | 15,000 | 11,712 | 3,288 | 78.1% |
| | 45131 | STC Reimbursement | 4,500 | - | 4,500 | 1,090 | 3,410 | 24.2% |
| | 45132 | P.O.S.T. Reimbursement | 30,000 | - | 30,000 | 15,214 | 14,786 | 50.7% |
| | 45201 | State Grant Programs | 150,000 | - | 150,000 | 7,500 | 142,500 | 5.0% |
| | 45301 | Federal Grant Programs | - | - | - | - | - | - |
| | 45303 | Federal/State Emergency Aid | - | - | - | - | - | - |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|-------------|----------------------------------|--------------------------------|------------------------|---------------------------|------------------------|-----------------------------|--------------------------|-------------------|
| | 45401 | Prop A Project Specific | - | - | - | - | - | - |
| | 45502 | BCHD Grant | 30,000 | - | 30,000 | - | 30,000 | 0.0% |
| | 45601 | Miscellaneous Grants | - | - | - | - | - | - |
| | 45402 | County Grants Programs | 367,658 | - | 367,658 | 16,692 | 350,966 | 4.5% |
| | FROM OTHER AGENCIES Total | | 777,158 | - | 777,158 | 52,209 | 724,949 | 6.7% |
| | 46101 | Building Plan Check Fees | 2,000,000 | - | 2,000,000 | 554,836 | 1,445,164 | 27.7% |
| | 46102 | Comm Dev Digital Document Fee | 300,000 | - | 300,000 | 104,750 | 195,250 | 34.9% |
| | 46103 | Building Record Report Fees | 130,000 | - | 130,000 | 37,447 | 92,553 | 28.8% |
| | 46104 | New Residential Unit Fee | 9,800 | - | 9,800 | 1,400 | 8,400 | 14.3% |
| | 46111 | Planning Filing Fees | 200,000 | - | 200,000 | 77,346 | 122,654 | 38.7% |
| | 46112 | Appeal Fees | 250 | - | 250 | 500 | (250) | 200.0% |
| | 46113 | Com Dev Reimbursements | - | - | - | - | - | - |
| | 46121 | Traffic Engineering Services | 100,000 | - | 100,000 | 25,922 | 74,078 | 25.9% |
| | 46201 | Police False Alarm Fees | 60,000 | - | 60,000 | 17,168 | 42,832 | 28.6% |
| | 46202 | Police Service Fees | 30,000 | - | 30,000 | 3,916 | 26,084 | 13.1% |
| | 46203 | Special Event Staffing Reimb | 160,000 | - | 160,000 | 12,827 | 147,173 | 8.0% |
| | 46204 | DUI Cost Recovery | 15,000 | - | 15,000 | 4,382 | 10,618 | 29.2% |
| | 46205 | Booking Fee | 2,500 | - | 2,500 | - | 2,500 | 0.0% |
| | 46206 | Boot Removal | 4,000 | - | 4,000 | - | 4,000 | 0.0% |
| | 46207 | Vehicle Release Fee | 80,000 | - | 80,000 | 36,247 | 43,753 | 45.3% |
| | 46208 | Animal Impound Fees | 1,000 | - | 1,000 | - | 1,000 | 0.0% |
| | 46301 | Fire Reimbursements | 150,000 | - | 150,000 | 2,470 | 147,530 | 1.6% |
| | 46302 | Ambulance Fees | 925,000 | - | 925,000 | 375,908 | 549,092 | 40.6% |
| | 46303 | Fire Plan Check | 75,000 | - | 75,000 | 33,045 | 41,955 | 44.1% |
| | 46304 | Fire Inspection Fees | 30,000 | - | 30,000 | - | 30,000 | 0.0% |
| | 46404 | Penalties | - | - | - | 2,021 | (2,021) | - |
| | 46412 | Residential City Cost Recovery | 73,000 | - | 73,000 | 17,396 | 55,604 | 23.8% |
| | 46415 | Recycling | 38,000 | - | 38,000 | - | 38,000 | 0.0% |
| | 46416 | Constr Debris Plan Review | 75,000 | - | 75,000 | 20,575 | 54,425 | 27.4% |
| | 46421 | Inter-City Median Maintenance | 7,000 | - | 7,000 | - | 7,000 | 0.0% |
| | 46422 | Street Sweeping | - | - | - | - | - | - |
| | 46451 | Public Works Misc Fees | 10,000 | - | 10,000 | (725) | 10,725 | -7.3% |
| | 46452 | Public Works Reimbursement | 2,700 | - | 2,700 | 31,957 | (29,257) | 1183.6% |
| | 46501 | Facility & Parks Res * | 520,000 | - | 520,000 | 222,425 | 297,575 | 42.8% |
| | 46502 | Special Activities Classes * | 195,000 | - | 195,000 | 179,092 | 15,908 | 91.8% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------|--|--------------------------------|-------------------|--------------------|-------------------|----------------------|-------------------|--------------|
| | 46503 | Youth & Teen Programs * | 520,000 | - | 520,000 | 265,960 | 254,040 | 51.1% |
| | 46504 | Tennis Operations * | 476,000 | - | 476,000 | 494,150 | (18,150) | 103.8% |
| | 46505 | Arts/Education Classes * | 145,000 | - | 145,000 | 75,036 | 69,964 | 51.7% |
| | 46506 | Sports Leagues & Tournaments * | 165,000 | - | 165,000 | 128,931 | 36,069 | 78.1% |
| | 46507 | Sports Classes * | 615,000 | - | 615,000 | 465,653 | 149,347 | 75.7% |
| | 46508 | Swimming Classes * | 558,000 | - | 558,000 | 414,153 | 143,847 | 74.2% |
| | 46509 | Concerts in the Park | 15,000 | - | 15,000 | 4,250 | 10,750 | 28.3% |
| | 46510 | Older Adult Activities * | 67,475 | - | 67,475 | 21,518 | 45,957 | 31.9% |
| | 46601 | Returned Check Fees | 500 | - | 500 | - | 500 | 0.0% |
| | 46602 | Reproduction Fees | 10,000 | - | 10,000 | 638 | 9,363 | 6.4% |
| | SERVICES Total | | 7,765,225 | - | 7,765,225 | 3,631,194 | 4,134,031 | 46.8% |
| | 47101 | W Comp Salary Continuation | 1,500,000 | - | 1,500,000 | 202,172 | 1,297,828 | 13.5% |
| | 47104 | Damage Claims | - | - | - | - | - | - |
| | 47202 | Resubmittal of Returned Checks | - | - | - | - | - | - |
| | 47203 | Bad Debt Recovery | 30,000 | - | 30,000 | 9,566 | 20,434 | 31.9% |
| | 47204 | Bad Debt Writeoff | - | - | - | (7,724) | 7,724 | - |
| | 47301 | Miscellaneous Revenues | 25,000 | - | 25,000 | 1,633 | 23,367 | 6.5% |
| | 47302 | P-Card Incentive | 40,000 | - | 40,000 | 11,726 | 28,274 | 29.3% |
| | 47303 | City Store Sales | 30,000 | - | 30,000 | 7,637 | 22,363 | 25.5% |
| | 47306 | Sale of Property | 2,500 | - | 2,500 | 9,399 | (6,899) | 376.0% |
| | 47307 | Contrs From Private Parties | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | 1,627,500 | - | 1,627,500 | 234,409 | 1,393,091 | 14.4% |
| | 49151 | Operating Service Transfers | 3,817,624 | - | 3,817,624 | 1,222,903 | 2,594,721 | 32.0% |
| | INTERFUND CHARGES & TRANSFERS Total | | 3,817,624 | - | 3,817,624 | 1,222,903 | 2,594,721 | 32.0% |
| | GENERAL FUND Total | | 86,669,227 | - | 86,669,227 | 17,995,971 | 68,673,256 | 20.8% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|---|------------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|-------------|
| 201 | STREET LIGHTING & LANDSCAPE FUND | | | | | | | |
| | 41301 | C.Yr Assessments | 270,183 | - | 270,183 | - | 270,183 | 0.0% |
| | 41303 | C.Yr Streetscape Assessments | 107,505 | - | 107,505 | - | 107,505 | 0.0% |
| | OTHER TAXES & ASSESSMENTS Total | | 377,688 | - | 377,688 | - | 377,688 | 0.0% |
| | 44101 | Interest Earnings | - | - | - | 353 | (353) | - |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 1,468 | (1,468) | - |
| | INTEREST & RENTS Total | | - | - | - | 1,821 | (1,821) | - |
| | 47301 | Miscellaneous Revenues | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | 49201 | Transfers In | 13,134 | - | 13,134 | - | 13,134 | - |
| | INTERFUND CHARGES & TRANSFERS Total | | 13,134 | - | 13,134 | - | 13,134 | 0.0% |
| | STREET LIGHTING & LANDSCAPE FUND Total | | 390,822 | - | 390,822 | 1,821 | 389,001 | 0.5% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|--------------------|-----------------------|--------------------|-------------------------|----------------------|---------------|
| 205 | STREETS & HIGHWAYS FUND | | | | | | | |
| | 41301 | C.Yr Assessments | - | - | - | - | - | - |
| | OTHER TAXES & ASSESSMENTS Total | | - | - | - | - | - | - |
| | 44101 | Interest Earnings | 22,000 | - | 22,000 | 17,817 | 4,183 | 81.0% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 62,201 | (62,201) | - |
| | INTEREST & RENTS Total | | 22,000 | - | 22,000 | 80,018 | (58,018) | 363.7% |
| | 45101 | State Gas Tax 2105 | 218,798 | - | 218,798 | 66,565 | 152,233 | 30.4% |
| | 45102 | State Gas Tax 2106 | 126,488 | - | 126,488 | 39,875 | 86,613 | 31.5% |
| | 45103 | State Gas Tax 2107 | 304,620 | - | 304,620 | 98,046 | 206,574 | 32.2% |
| | 45104 | State Gas Tax 2103 | 315,812 | - | 315,812 | 107,949 | 207,863 | 34.2% |
| | 45111 | SB1 Road Maintenance Rehab | 778,034 | - | 778,034 | 190,729 | 587,305 | 24.5% |
| | 45125 | SB 821 TDA | 33,011 | - | 33,011 | - | 33,011 | 0.0% |
| | 45202 | Aid to Cities/STP-Local | - | - | - | - | - | - |
| | 45411 | Measure R SB Highway | - | - | - | - | - | - |
| | 45601 | Miscellaneous Grants | - | - | - | - | - | - |
| | FROM OTHER AGENCIES Total | | 1,776,763 | - | 1,776,763 | 503,164 | 1,273,599 | 28.3% |
| | 47307 | Contrs From Private Parties | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | STREETS & HIGHWAYS FUND Total | | 1,798,763 | - | 1,798,763 | 583,182 | 1,215,581 | 32.4% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|------------------------------------|-------------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 210 | ASSET FORFEITURE FUND | | | | | | | |
| | 44101 | Interest Earnings | 1,800 | - | 1,800 | 849 | 951 | 47.1% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 4,030 | (4,030) | - |
| | INTEREST & RENTS Total | | 1,800 | - | 1,800 | 4,879 | (3,079) | 271.1% |
| | 45803 | State Forfeitures - Regional | 40,000 | - | 40,000 | - | 40,000 | 0.0% |
| | 45806 | Fed Forfeitures - Treas Local | - | - | - | 5,693 | (5,693) | - |
| | FROM OTHER AGENCIES Total | | 40,000 | - | 40,000 | 5,693 | 34,307 | 14.2% |
| | ASSET FORFEITURE FUND Total | | 41,800 | - | 41,800 | 10,572 | 31,228 | 25.3% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|-------------|--|-----------------------------|------------------------|---------------------------|------------------------|-----------------------------|--------------------------|-------------------|
| 211 | POLICE SAFETY GRANTS FUND | | | | | | | |
| | 44101 | Interest Earnings | 4,000 | - | 4,000 | 2,545 | 1,455 | 63.6% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 11,395 | (11,395) | - |
| | INTEREST & RENTS Total | | 4,000 | - | 4,000 | 13,939 | (9,939) | 348.5% |
| | 45124 | State Supp Law Enf Serv | 155,000 | - | 155,000 | 80,813 | 74,187 | 52.1% |
| | FROM OTHER AGENCIES Total | | 155,000 | - | 155,000 | 80,813 | 74,187 | 52.1% |
| | POLICE SAFETY GRANTS FUND Total | | 159,000 | - | 159,000 | 94,752 | 64,248 | 59.6% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 230 | PROPOSITION A FUND | | | | | | | |
| | 41204 | Transit Sales Tax | 855,303 | - | 855,303 | 223,832 | 631,471 | 26.2% |
| | OTHER TAXES & ASSESSMENTS Total | | 855,303 | - | 855,303 | 223,832 | 631,471 | 26.2% |
| | 44101 | Interest Earnings | 3,000 | - | 3,000 | 4,537 | (1,537) | 151.2% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 15,373 | (15,373) | - |
| | INTEREST & RENTS Total | | 3,000 | - | 3,000 | 19,909 | (16,909) | 663.6% |
| | 46521 | Dial-A-Ride Fares | 6,000 | - | 6,000 | 536 | 5,464 | 8.9% |
| | 46522 | Bus Pass Subsidies | 1,200 | - | 1,200 | 54 | 1,146 | 4.5% |
| | SERVICES Total | | 7,200 | - | 7,200 | 590 | 6,610 | 8.2% |
| | 47301 | Miscellaneous Revenues | 17,500 | - | 17,500 | - | 17,500 | 0.0% |
| | MISCELLANEOUS REVENUE Total | | 17,500 | - | 17,500 | - | 17,500 | 0.0% |
| | PROPOSITION A FUND Total | | 883,003 | - | 883,003 | 244,332 | 638,671 | 27.7% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 231 | PROPOSITION C FUND | | | | | | | |
| | 41204 | Transit Sales Tax | 709,451 | - | 709,451 | 261,340 | 448,111 | 36.8% |
| | OTHER TAXES & ASSESSMENTS Total | | 709,451 | - | 709,451 | 261,340 | 448,111 | 36.8% |
| | 44101 | Interest Earnings | 3,000 | - | 3,000 | 11,032 | (8,032) | 367.7% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 12,958 | (12,958) | - |
| | INTEREST & RENTS Total | | 3,000 | - | 3,000 | 23,989 | (20,989) | 799.6% |
| | 45411 | Measure R SB Highway | - | - | - | 212,860 | (212,860) | - |
| | 45412 | MTA Call For Grants | - | - | - | - | - | - |
| | FROM OTHER AGENCIES Total | | - | - | - | 212,860 | (212,860) | - |
| | PROPOSITION C FUND Total | | 712,451 | - | 712,451 | 498,190 | 214,261 | 69.9% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|-----------------------------------|-----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 232 | AB 2766 AQMD FUND | | | | | | | |
| | 44101 | Interest Earnings | 1,500 | - | 1,500 | 1,130 | 370 | 75.3% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 4,275 | (4,275) | - |
| | INTEREST & RENTS Total | | 1,500 | - | 1,500 | 5,405 | (3,905) | 360.3% |
| | 45201 | State Grant Programs | - | - | - | - | - | - |
| | 45501 | AB 2766 Air Quality | 46,000 | - | 46,000 | 11,530 | 34,470 | 25.1% |
| | FROM OTHER AGENCIES Total | | 46,000 | - | 46,000 | 11,530 | 34,470 | 25.1% |
| | AB 2766 AQMD FUND Total | | 47,500 | - | 47,500 | 16,935 | 30,565 | 35.7% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 233 | MEASURE R FUND | | | | | | | |
| | 41204 | Transit Sales Tax | 532,088 | - | 532,088 | 201,292 | 330,796 | 37.8% |
| | OTHER TAXES & ASSESSMENTS Total | | 532,088 | - | 532,088 | 201,292 | 330,796 | 37.8% |
| | 44101 | Interest Earnings | 15,000 | - | 15,000 | 12,831 | 2,169 | 85.5% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 58,068 | (58,068) | - |
| | INTEREST & RENTS Total | | 15,000 | - | 15,000 | 70,900 | (55,900) | 472.7% |
| | 45301 | Federal Grant Programs | - | - | - | - | - | - |
| | 45601 | Miscellaneous Grants | - | - | - | - | - | - |
| | FROM OTHER AGENCIES Total | | - | - | - | - | - | - |
| | 47307 | Contrs From Private Parties | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | MEASURE R FUND Total | | 547,088 | - | 547,088 | 272,192 | 274,896 | 49.8% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|------------------|--------------------|------------------|----------------------|-------------------|---------------|
| 234 | MEASURE M FUND | | | | | | | |
| | 41204 | Transit Sales Tax | 603,033 | - | 603,033 | 165,668 | 437,365 | 27.5% |
| | OTHER TAXES & ASSESSMENTS Total | | 603,033 | - | 603,033 | 165,668 | 437,365 | 27.5% |
| | 44101 | Interest Earnings | 8,000 | - | 8,000 | 10,362 | (2,362) | 129.5% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 31,321 | (31,321) | - |
| | INTEREST & RENTS Total | | 8,000 | - | 8,000 | 41,683 | (33,683) | 521.0% |
| | 45601 | Miscellaneous Grants | 5,310,000 | 1,200,000 | 6,510,000 | 42,045 | 6,467,955 | 0.6% |
| | FROM OTHER AGENCIES Total | | 5,310,000 | 1,200,000 | 6,510,000 | 42,045 | 6,467,955 | 0.6% |
| | MEASURE M FUND Total | | 5,921,033 | 1,200,000 | 7,121,033 | 249,396 | 6,871,637 | 3.5% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|-----------------------------------|-----------------------------|------------------|--------------------|------------------|----------------------|-------------------|----------------|
| 240 | MEASURE W FUND | | | | | | | |
| | 41109 | Measure W Parcel Tax | 410,000 | - | 410,000 | - | 410,000 | 0.0% |
| | PROPERTY TAX Total | | 410,000 | - | 410,000 | - | 410,000 | 0.0% |
| | 44101 | Interest Earnings | 1,500 | - | 1,500 | 11,771 | (10,271) | 784.7% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 22,502 | (22,502) | - |
| | INTEREST & RENTS Total | | 1,500 | - | 1,500 | 34,273 | (32,773) | 2284.9% |
| | 45402 | County Grants Program | 1,200,000 | - | 1,200,000 | - | 1,200,000 | 0.0% |
| | FROM OTHER AGENCIES Total | | 1,200,000 | - | 1,200,000 | - | 1,200,000 | 0.0% |
| | MEASURE W FUND Total | | 1,611,500 | - | 1,611,500 | 34,273 | 1,577,227 | 2.1% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|--|--|-----------------------------|------------------|--------------------|------------------|----------------------|-------------------|--------------|
| 401 | CAPITAL IMPROVEMENTS FUND | | | | | | | |
| | 41211 | Transient Occupancy Tax | 765,000 | - | 765,000 | 353,310 | 411,690 | 46.2% |
| | OTHER TAXES & ASSESSMENTS Total | | 765,000 | - | 765,000 | 353,310 | 411,690 | 46.2% |
| | 42107 | Park Development/Quimby | 25,438 | - | 25,438 | 8,369 | 17,069 | 32.9% |
| | LICENSES & PERMITS Total | | 25,438 | - | 25,438 | 8,369 | 17,069 | 32.9% |
| | 43102 | Parking Citations | 90,000 | - | 90,000 | 40,392 | 49,608 | 44.9% |
| | FINES Total | | 90,000 | - | 90,000 | 40,392 | 49,608 | 44.9% |
| | 44204 | Installment Fund Earnings | - | - | - | 97 | (97) | - |
| | INTEREST & RENTS Total | | - | - | - | 97 | (97) | - |
| | 45201 | State Grant Programs | - | - | - | - | - | - |
| | 45202 | Aid to Cities/STP-Local | - | - | - | - | - | - |
| | 45301 | Federal Grant Programs | 100,000 | - | 100,000 | - | 100,000 | 0.0% |
| | 45401 | Prop A Project Specific | - | - | - | - | - | - |
| | 45601 | Miscellaneous Grants | - | - | - | - | - | - |
| | FROM OTHER AGENCIES Total | | 100,000 | - | 100,000 | - | 100,000 | 0.0% |
| | 46431 | Parking Meters | 625,000 | - | 625,000 | 207,299 | 417,701 | 33.2% |
| | SERVICES Total | | 625,000 | - | 625,000 | 207,299 | 417,701 | 33.2% |
| | 47301 | Miscellaneous Revenues | - | - | - | - | - | - |
| | 47307 | Contrs From Private Parties | - | - | - | - | - | - |
| | 47402 | Bond Proceeds Construction | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | 49201 | Transfers In | - | - | - | - | - | - |
| | INTERFUND CHARGES & TRANSFERS Total | | - | - | - | - | - | - |
| CAPITAL IMPROVEMENTS FUND Total | | | 1,605,438 | - | 1,605,438 | 609,467 | 995,971 | 38.0% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|---|-----------------------------|--------------------|-----------------------|--------------------|-------------------------|----------------------|---------------|
| 402 | CAPITAL IMPROVEMENTS CONSTRUCTION FUND | | | | | | | |
| | 44101 | Interest Earnings | - | - | - | 36,597 | (36,597) | - |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 184,960 | (184,960) | - |
| | 44204 | Installment Fund Earnings | - | - | - | - | - | - |
| | INTEREST & RENTS Total | | - | - | - | 221,557 | (221,557) | - |
| | 47402 | Bond Proceeds Construction | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | CAPITAL IMPROVEMENTS CONSTRUCTION FUND Total | | - | - | - | 221,557 | (221,557) | - |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|--------------------|-----------------------|--------------------|-------------------------|----------------------|---------------|
| 403 | UNDERGROUND ASSESSMENT DISTRICT CONSTRUCTION FUND | | | | | | | - |
| | 44101 | Interest Earnings | - | - | - | 15,897 | (15,897) | - |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 89,773 | (89,773) | - |
| | INTEREST & RENTS Total | | - | - | - | 105,670 | (105,670) | - |
| | 47301 | Miscellaneous Revenues | - | - | - | - | - | - |
| | 47402 | Bond Proceeds Construction | - | - | - | - | - | - |
| | 47406 | Homeowner Payoff | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | UNDERGROUND ASSESSMENT DISTRICT CONSTRUCT | | - | - | - | 105,670 | (105,670) | - |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|------------------------------------|-----------------------------|-------------------|--------------------|-------------------|----------------------|-------------------|----------------|
| 501 | WATER FUND | | | | | | | |
| | 44101 | Interest Earnings | 150,000 | - | 150,000 | 130,388 | 19,612 | 86.9% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 789,593 | (789,593) | - |
| | 44103 | Investment Amortization | - | - | - | - | - | - |
| | INTEREST & RENTS Total | | 150,000 | - | 150,000 | 919,981 | (769,981) | 613.3% |
| | 46401 | Utility Service Charges | 16,131,500 | - | 16,131,500 | 2,325,923 | 13,805,577 | 14.4% |
| | 46402 | Utility Connection Fees | 100,000 | - | 100,000 | 42,261 | 57,739 | 42.3% |
| | 46403 | Meter Installation | 50,000 | - | 50,000 | 19,378 | 30,622 | 38.8% |
| | 46404 | Penalties | 40,000 | - | 40,000 | 9,512 | 30,488 | 23.8% |
| | SERVICES Total | | 16,321,500 | - | 16,321,500 | 2,397,073 | 13,924,427 | 14.7% |
| | 47203 | Bad Debt Recovery | 5,000 | - | 5,000 | 1,147 | 3,853 | 22.9% |
| | 47204 | Bad Debt Writeoff | (10,000) | - | (10,000) | (4,560) | (5,440) | 45.6% |
| | 47301 | Miscellaneous Revenues | 5,000 | - | 5,000 | - | 5,000 | 0.0% |
| | 47306 | Sale of Property | 1,000 | - | 1,000 | - | 1,000 | 0.0% |
| | MISCELLANEOUS REVENUE Total | | 1,000 | - | 1,000 | (3,413) | 4,413 | -341.3% |
| | WATER FUND Total | | 16,472,500 | - | 16,472,500 | 3,313,641 | 13,158,859 | 20.1% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|------------------------------------|-----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 502 | STORMWATER FUND | | | | | | | |
| | 41109 | Measure W Parcel Tax | - | - | - | - | - | - |
| | PROPERTY TAX Total | | - | - | - | - | - | - |
| | 44101 | Interest Earnings | 15,000 | - | 15,000 | 14,606 | 394 | 97.4% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 36,169 | (36,169) | - |
| | 44103 | Investment Amortization | - | - | - | - | - | - |
| | INTEREST & RENTS Total | | 15,000 | - | 15,000 | 50,775 | (35,775) | 338.5% |
| | 46401 | Utility Service Charges | 325,000 | - | 325,000 | - | 325,000 | 0.0% |
| | 46422 | Street Sweeping | 4,484 | - | 4,484 | 2,241 | 2,243 | 50.0% |
| | SERVICES Total | | 329,484 | - | 329,484 | 2,241 | 327,243 | 0.7% |
| | 47301 | Miscellaneous Revenues | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | STORMWATER FUND Total | | 344,484 | - | 344,484 | 53,016 | 291,468 | 15.4% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|-------------------------------------|-----------------------------|------------------|--------------------|------------------|----------------------|-------------------|---------------|
| 503 | WASTEWATER FUND | | | | | | | |
| | 42109 | Fats, Oil, Grease Permit | 20,000 | - | 20,000 | 1,073 | 18,927 | 5.4% |
| | LICENSES & PERMITS Total | | 20,000 | - | 20,000 | 1,073 | 18,927 | 5.4% |
| | 44101 | Interest Earnings | 150,000 | - | 150,000 | 96,065 | 53,935 | 64.0% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 414,753 | (414,753) | - |
| | 44103 | Investment Amortization | - | - | - | - | - | - |
| | INTEREST & RENTS Total | | 150,000 | - | 150,000 | 510,818 | (360,818) | 340.5% |
| | 46401 | Utility Service Charges | 3,300,000 | - | 3,300,000 | 496,805 | 2,803,195 | 15.1% |
| | 46402 | Utility Connection Fees | 150,000 | - | 150,000 | 57,942 | 92,059 | 38.6% |
| | 46404 | Penalties | 10,000 | - | 10,000 | 2,358 | 7,642 | 23.6% |
| | SERVICES Total | | 3,460,000 | - | 3,460,000 | 557,105 | 2,902,895 | 16.1% |
| | 47204 | Bad Debt Writeoff | (2,000) | - | (2,000) | (1,085) | (915) | 54.2% |
| | MISCELLANEOUS REVENUE Total | | (2,000) | - | (2,000) | (1,085) | (915) | 54.2% |
| | WASTEWATER FUND Total | | 3,628,000 | - | 3,628,000 | 1,067,911 | 2,560,089 | 29.4% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|-------------|---------------|----------------------------|------------------------|---------------------------|------------------------|-----------------------------|--------------------------|-------------------|
|-------------|---------------|----------------------------|------------------------|---------------------------|------------------------|-----------------------------|--------------------------|-------------------|



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|------------------|--------------------|------------------|----------------------|-------------------|---------------|
| 520 | PARKING FUND | | | | | | | |
| | 41222 | B.I.D- A License Surcharge | 100,000 | - | 100,000 | 11,960 | 88,040 | 12.0% |
| | 41223 | B.I.D- B License Surcharge | 25,000 | - | 25,000 | 2,392 | 22,608 | 9.6% |
| | OTHER TAXES & ASSESSMENTS Total | | 125,000 | - | 125,000 | 14,352 | 110,648 | 11.5% |
| | 44101 | Interest Earnings | 20,000 | - | 20,000 | 17,726 | 2,274 | 88.6% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 56,376 | (56,376) | - |
| | 44103 | Investment Amortization | - | - | - | - | - | - |
| | 44204 | Installment Fund Earnings | - | - | - | 79 | (79) | - |
| | INTEREST & RENTS Total | | 20,000 | - | 20,000 | 74,181 | (54,181) | 370.9% |
| | 46122 | Permit Parking Program | 9,000 | - | 9,000 | 2,632 | 6,368 | 29.2% |
| | 46431 | Parking Meters | 3,600,000 | - | 3,600,000 | 1,595,474 | 2,004,526 | 44.3% |
| | 46432 | Parking Lot Spaces | 210,000 | - | 210,000 | 41,207 | 168,793 | 19.6% |
| | SERVICES Total | | 3,819,000 | - | 3,819,000 | 1,639,313 | 2,179,687 | 42.9% |
| | 47301 | Miscellaneous Revenues | 11,700 | - | 11,700 | 3,900 | 7,800 | 33.3% |
| | 47307 | Contrs From Private Parties | 7,500 | - | 7,500 | 2,447 | 5,053 | 32.6% |
| | MISCELLANEOUS REVENUE Total | | 19,200 | - | 19,200 | 6,347 | 12,853 | 33.1% |
| | PARKING FUND Total | | 3,983,200 | - | 3,983,200 | 1,734,193 | 2,249,007 | 43.5% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|---------------------------------------|----------------------|------------------|--------------------|------------------|----------------------|-------------------|--------------|
| 521 | COUNTY PARKING LOTS FUND | | | | | | | |
| | 46433 | Parking Lot B Meters | 300,000 | - | 300,000 | 125,335 | 174,665 | 41.8% |
| | 46434 | Parking Lot C Meters | 1,050,000 | - | 1,050,000 | 414,762 | 635,238 | 39.5% |
| | 46435 | Parking Lot B Spaces | 1,800 | - | 1,800 | 360 | 1,440 | 20.0% |
| | 46436 | Parking Lot C Spaces | 11,200 | - | 11,200 | 3,710 | 7,490 | 33.1% |
| | SERVICES Total | | 1,363,000 | - | 1,363,000 | 544,167 | 818,833 | 39.9% |
| | COUNTY PARKING LOTS FUND Total | | 1,363,000 | - | 1,363,000 | 544,167 | 818,833 | 39.9% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 522 | STATE PIER & PARKING FUND | | | | | | | |
| | 44101 | Interest Earnings | 8,000 | - | 8,000 | 8,617 | (617) | 107.7% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 31,533 | (31,533) | - |
| | 44103 | Investment Amortization | - | - | - | - | - | - |
| | 44412 | Misc. Rents & Concessions | - | - | - | - | - | - |
| | INTEREST & RENTS Total | | 8,000 | - | 8,000 | 40,149 | (32,149) | 501.9% |
| | 46431 | Parking Meters | 825,000 | - | 825,000 | 323,028 | 501,972 | 39.2% |
| | SERVICES Total | | 825,000 | - | 825,000 | 323,028 | 501,972 | 39.2% |
| | 47301 | Miscellaneous Revenues | 500 | - | 500 | 9 | 491 | 1.8% |
| | 47307 | Contrs From Private Parties | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | 500 | - | 500 | 9 | 491 | 1.8% |
| | STATE PIER & PARKING FUND Total | | 833,500 | - | 833,500 | 363,186 | 470,314 | 43.6% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|--------------------------------|------------------|--------------------|------------------|----------------------|-------------------|--------------|
| 601 | INSURANCE RESERVE FUND | | | | | | | |
| | 47102 | Excess of SIR Recoveries | 600,000 | - | 600,000 | 306,983 | 293,017 | 51.2% |
| | 47103 | Insurance Recoveries/Dividends | - | - | - | 1,627 | (1,627) | - |
| | 47104 | Damage Claims | - | - | - | - | - | - |
| | 47105 | Cobra Payments | - | - | - | 96 | (96) | - |
| | 47301 | Miscellaneous Revenues | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | 600,000 | - | 600,000 | 308,707 | 291,293 | 51.5% |
| | 49101 | Workers Comp Billing | 4,204,500 | - | 4,204,500 | 1,401,500 | 2,803,000 | 33.3% |
| | 49102 | Unemployment Billings | 60,000 | - | 60,000 | 20,000 | 40,000 | 33.3% |
| | 49103 | Liability Insurance Billings | 2,685,360 | - | 2,685,360 | 895,120 | 1,790,240 | 33.3% |
| | INTERFUND CHARGES & TRANSFERS Total | | 6,949,860 | - | 6,949,860 | 2,316,620 | 4,633,240 | 33.3% |
| | INSURANCE RESERVE FUND Total | | 7,549,860 | - | 7,549,860 | 2,625,327 | 4,924,533 | 34.8% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|---------------------------|------------------|--------------------|------------------|----------------------|-------------------|--------------|
| 605 | INFORMATION TECHNOLOGY FUND | | | | | | | |
| | 47301 | Miscellaneous Revenues | - | - | - | (18) | 18 | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | (18) | 18 | - |
| | 49121 | Information System Charge | 3,698,533 | - | 3,698,533 | 1,232,856 | 2,465,677 | 33.3% |
| | INTERFUND CHARGES & TRANSFERS Total | | 3,698,533 | - | 3,698,533 | 1,232,856 | 2,465,677 | 33.3% |
| | INFORMATION TECHNOLOGY FUND Total | | 3,698,533 | - | 3,698,533 | 1,232,838 | 2,465,695 | 33.3% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|--------------------------|------------------|--------------------|------------------|----------------------|-------------------|---------------|
| 610 | FLEET MANAGEMENT FUND | | | | | | | |
| | 47104 | Damage Claims | - | - | - | - | - | - |
| | 47301 | Miscellaneous Revenues | - | - | - | 2,000 | (2,000) | - |
| | 47306 | Sale of Property | - | - | - | 9,950 | (9,950) | - |
| | 47902 | Reimb- Gas charges MBUSD | 25,000 | - | 25,000 | 14,825 | 10,175 | 59.3% |
| | MISCELLANEOUS REVENUE Total | | 25,000 | - | 25,000 | 26,775 | (1,775) | 107.1% |
| | 49111 | Fleet Rental Charges | 1,408,820 | - | 1,408,820 | 392,468 | 1,016,352 | 27.9% |
| | 49112 | Fleet Maintenance Charge | 1,339,007 | - | 1,339,007 | 357,413 | 981,594 | 26.7% |
| | 49201 | Transfers In | - | - | - | - | - | - |
| | INTERFUND CHARGES & TRANSFERS Total | | 2,747,827 | - | 2,747,827 | 749,881 | 1,997,946 | 27.3% |
| | FLEET MANAGEMENT FUND Total | | 2,772,827 | - | 2,772,827 | 776,656 | 1,996,171 | 28.0% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|---|------------------------|------------------|--------------------|------------------|----------------------|-------------------|--------------|
| 615 | BUILDING MAINTENANCE & OPERATIONS FUND | | | | | | | |
| | 47301 | Miscellaneous Revenues | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | 49131 | Building Maintenance | 2,085,831 | - | 2,085,831 | 487,193 | 1,598,638 | 23.4% |
| | 49141 | Warehouse Sales | 85,000 | - | 85,000 | 31,812 | 53,188 | 37.4% |
| | 49142 | Garage Sales | 25,000 | - | 25,000 | 8,376 | 16,624 | 33.5% |
| | INTERFUND CHARGES & TRANSFERS Total | | 2,195,831 | - | 2,195,831 | 527,381 | 1,668,450 | 24.0% |
| | BUILDING MAINTENANCE & OPERATIONS FUND Tot | | 2,195,831 | - | 2,195,831 | 527,381 | 1,668,450 | 24.0% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|---|----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|-------------|
| 710 | SPECIAL ASSESSMENT REDEMPTION FUND | | | | | | | |
| | 41301 | C.Yr Assessments | 714,150 | - | 714,150 | - | 714,150 | 0.0% |
| | OTHER TAXES & ASSESSMENTS Total | | 714,150 | - | 714,150 | - | 714,150 | 0.0% |
| | 44202 | Bond Reserve Fund Earnings | - | - | - | 665 | (665) | - |
| | 44204 | Installment Fund Earnings | - | - | - | 16 | (16) | - |
| | INTEREST & RENTS Total | | - | - | - | 681 | (681) | - |
| | 47407 | Bond Redemption | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | SPECIAL ASSESSMENT REDEMPTION FUND Total | | 714,150 | - | 714,150 | 681 | 713,469 | 0.1% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|-------------|
| 711 | SPECIAL ASSESSMENTS UAD 19-12 19-14 | | | | | | | |
| | 41301 | C.Yr Assessments | 606,106 | - | 606,106 | 3,554 | 602,552 | 0.6% |
| | OTHER TAXES & ASSESSMENTS Total | | 606,106 | - | 606,106 | 3,554 | 602,552 | 0.6% |
| | 44202 | Bond Reserve Fund Earnings | - | - | - | 407 | (407) | - |
| | 44204 | Installment Fund Earnings | - | - | - | 129 | (129) | - |
| | INTEREST & RENTS Total | | - | - | - | 536 | (536) | - |
| | 47407 | Bond Redemption | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | SPECIAL ASSESSMENTS UAD 19-12 19-14 Total | | 606,106 | - | 606,106 | 4,090 | 602,016 | 0.7% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|-------------|
| 712 | SPECIAL ASSESSMENTS UAD 19-4 | | | | | | | |
| | 41301 | C.Yr Assessments | 337,613 | - | 337,613 | - | 337,613 | 0.0% |
| | OTHER TAXES & ASSESSMENTS Total | | 337,613 | - | 337,613 | - | 337,613 | 0.0% |
| | 44202 | Bond Reserve Fund Earnings | - | - | - | 251 | (251) | - |
| | 44204 | Installment Fund Earnings | - | - | - | 51 | (51) | - |
| | INTEREST & RENTS Total | | - | - | - | 302 | (302) | - |
| | 47407 | Bond Redemption | - | - | - | - | - | - |
| | MISCELLANEOUS REVENUE Total | | - | - | - | - | - | - |
| | SPECIAL ASSESSMENTS UAD 19-4 Total | | 337,613 | - | 337,613 | 302 | 337,311 | 0.1% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|------------|--|-----------------------------|-----------------|--------------------|-----------------|----------------------|-------------------|---------------|
| 801 | PENSION TRUST FUND | | | | | | | |
| | 44101 | Interest Earnings | 800 | - | 800 | 157 | 643 | 19.6% |
| | 44102 | Unrealized Invest Gain/Loss | - | - | - | 677 | (677) | - |
| | INTEREST & RENTS Total | | 800 | - | 800 | 833 | (33) | 104.2% |
| | 47901 | Reimb Ca Emplr Ret Ben Trst | 230,000 | - | 230,000 | - | 230,000 | 0.0% |
| | MISCELLANEOUS REVENUE Total | | 230,000 | - | 230,000 | - | 230,000 | 0.0% |
| | 49202 | Contributions | 33,680 | - | 33,680 | - | 33,680 | 0.0% |
| | INTERFUND CHARGES & TRANSFERS Total | | 33,680 | - | 33,680 | - | 33,680 | 0.0% |
| | PENSION TRUST FUND Total | | 264,480 | - | 264,480 | 833 | 263,647 | 0.3% |



City of Manhattan Beach
Fiscal Year 2022-2023 Revenue Detail
As of October 31, 2022

% of Year: 33.3%

| Fund | Object | Account Description | Original Budget | Budget Adjustments | Adjusted Budget | Year-to-Date Actuals | Unrealized Amount | % Realized |
|--------------------|---|---------------------------|--------------------|--------------------|--------------------|----------------------|--------------------|----------------|
| 804 | PARS INVESTMENT TRUST FUND | | | | | | | |
| | 44206 | PARS Section 115 Interest | 50,000 | - | 50,000 | (102,308) | 152,308 | -204.6% |
| | INTEREST & RENTS Total | | 50,000 | - | 50,000 | (102,308) | 152,308 | -204.6% |
| | PARS INVESTMENT TRUST FUND Total | | 50,000 | - | 50,000 | (102,308) | 152,308 | -204.6% |
| Grand Total | | | 145,201,709 | 1,200,000 | 146,401,709 | 33,080,223 | 113,321,486 | 22.6% |



City of Manhattan Beach
 Fiscal Year 2022-2023 Citywide Expenditures
 As of October 31, 2022

**% of Year
33.3%**

Current Year Activity

| | Fund No. | Original Budget | Budget Adjustments* | Adjusted Budget | Year-to-Date | | Available Budget | % Utilized |
|--|----------|----------------------|---------------------|----------------------|---------------------|---------------------|----------------------|--------------|
| | | | | | Actuals | Encumbrances | | |
| General Fund | 100 | \$85,275,151 | \$754,507 | \$86,029,658 | \$23,405,825 | \$1,341,070 | \$61,282,762 | 28.8% |
| Street Lighting & Landscaping Fund | 201 | 612,022 | 53,774 | 665,796 | 112,402 | 34,202 | 519,192 | 22.0% |
| Gas Tax Fund | 205 | 1,575,138 | 500,119 | 2,075,257 | 157,937 | 1,107,882 | 809,439 | 61.0% |
| Asset Forfeiture | 210 | 107,750 | 27,747 | 135,497 | 9,783 | 27,747 | 97,967 | 27.7% |
| Police Safety Grants | 211 | 155,000 | 54,693 | 209,693 | 24,500 | 30,193 | 155,000 | 26.1% |
| Prop A Fund | 230 | 780,646 | 7,717 | 788,363 | 222,369 | 7,337 | 558,657 | 29.1% |
| Prop C Fund | 231 | 1,260,138 | 2,251,455 | 3,511,593 | 427,926 | 1,785,797 | 1,297,870 | 63.0% |
| AB 2766 Fund | 232 | 673 | - | 673 | 224 | - | 449 | 33.3% |
| Measure R | 233 | 760,138 | 415,539 | 1,175,677 | 37,668 | 883,668 | 254,340 | 78.4% |
| Measure M | 234 | 5,870,138 | 1,591,106 | 7,461,244 | 48,157 | 562,725 | 6,850,363 | 8.2% |
| Measure W | 240 | 1,200,000 | 1,149,197 | 2,349,197 | 47,738 | 1,101,650 | 1,199,808 | 48.9% |
| Capital Improvements Fund | 401 | 6,442,589 | 2,351,887 | 8,794,476 | 1,140,536 | 3,047,839 | 4,606,101 | 47.6% |
| Bond Construction Fund | 402 | - | 5,405,236 | 5,405,236 | 1,680,683 | 3,724,553 | - | 100.0% |
| Underground Assessment District Construction | 403 | 1,285,750 | 266,456 | 1,552,206 | 51,754 | 245,619 | 1,254,834 | 19.2% |
| Water Fund | 501 | 13,304,706 | 15,214,618 | 28,519,324 | 8,784,000 | 11,899,232 | 7,836,092 | 72.5% |
| Stormwater Fund | 502 | 1,836,564 | 303,309 | 2,139,873 | 369,056 | 164,360 | 1,606,457 | 24.9% |
| Wastewater Fund | 503 | 4,710,392 | 701,466 | 5,411,858 | 615,488 | 1,265,845 | 3,530,526 | 34.8% |
| Parking Fund | 520 | 2,698,608 | 163,079 | 2,861,687 | 710,175 | 22,831 | 2,128,682 | 25.6% |
| County Parking Lots Fund | 521 | 953,214 | - | 953,214 | 70,086 | - | 883,128 | 7.4% |
| State Pier & Parking Lot Fund | 522 | 737,458 | 58,452 | 795,910 | 126,275 | 49,595 | 620,040 | 22.1% |
| Insurance Reserve Fund | 601 | 8,243,352 | 35,601 | 8,278,953 | 5,688,394 | 214,174 | 2,376,385 | 71.3% |
| Information Systems Reserve Fund | 605 | 4,276,387 | 462,177 | 4,738,564 | 1,079,162 | 550,517 | 3,108,885 | 34.4% |
| Fleet Management Fund | 610 | 2,490,440 | 2,103,508 | 4,593,948 | 874,979 | 1,719,355 | 1,999,615 | 56.5% |
| Building Maintenance & Operation Fund | 615 | 2,195,831 | 400,413 | 2,596,244 | 524,893 | 391,962 | 1,679,390 | 35.3% |
| Special Assessment Debt Service | 710 | 700,450 | - | 700,450 | 663,875 | - | 36,575 | 94.8% |
| Special Assessment UAD 19-12 19-14 Fund | 711 | 609,007 | - | 609,007 | 499,453 | - | 109,554 | 82.0% |
| Special Assessment UAD 19-4 Fund | 712 | 341,813 | - | 341,813 | 278,506 | - | 63,307 | 81.5% |
| City Pension Fund | 801 | 196,680 | - | 196,680 | 63,749 | - | 132,931 | 32.4% |
| PARS Investment Trust | 804 | - | - | - | - | - | - | - |
| | | \$148,620,035 | \$34,272,056 | \$182,892,091 | \$47,715,591 | \$30,178,152 | \$104,998,348 | 42.6% |

*Budget Adjustments include City Council-approved adjustments during the current year and encumbrances carried forward from the prior year.



City of Manhattan Beach
 Fiscal Year 2022-2023 General Fund Expenditures by Department
 As of October 31, 2022

**% of Year
33.3%**

Current Year Activity

| | Dept No. | Original Budget | Budget Adjustments ¹ | Adjusted Budget | YTD Expenditures | YTD Encumbrances | Available Budget | % Used |
|------------------------|----------|---------------------|---------------------------------|---------------------|---------------------|--------------------|---------------------|--------------|
| Management Services | 11 | \$4,359,023 | \$154,258 | \$4,513,281 | \$1,172,313 | \$512,305 | \$2,828,664 | 37.3% |
| Finance | 12 | 3,819,223 | 23,665 | 3,842,888 | 1,053,130 | 207,914 | 2,581,845 | 32.8% |
| Human Resources | 13 | 1,622,969 | 92,701 | 1,715,670 | 550,022 | 73,195 | 1,092,454 | 36.3% |
| Parks and Recreation | 14 | 9,131,405 | 83,084 | 9,214,489 | 2,667,051 | 132,553 | 6,414,885 | 30.4% |
| Police | 15 | 33,631,799 | 4,509 | 33,636,308 | 9,403,784 | 155,944 | 24,076,580 | 28.4% |
| Fire | 16 | 15,286,191 | 14,395 | 15,300,586 | 4,096,432 | 14,395 | 11,189,759 | 26.9% |
| Community Development | 17 | 6,782,954 | 83,329 | 6,866,283 | 1,822,028 | 75,242 | 4,969,013 | 27.6% |
| Public Works | 18 | 10,641,587 | 298,566 | 10,940,153 | 2,641,067 | 169,523 | 8,129,563 | 25.7% |
| Information Technology | 19 | - | - | - | - | - | - | - |
| | | \$85,275,151 | \$754,507 | \$86,029,658 | \$23,405,825 | \$1,341,070 | \$61,282,762 | 28.8% |

¹Budget Adjustments include City Council-approved adjustments during the current year and encumbrances carried forward from the prior year.

**Balance Sheet Accounts
As of October 31, 2022**

| Account | Description | Established | Purpose | Amount |
|-------------------------------|---------------------------------------|-------------|--|------------|
| Parks & Recreation | | | | |
| 100-21501 | Tree and Bench Donations | 2003 | Donations for trees & benches. | \$ 6,797 |
| 100-21702 | Joslyn Foundation Deposits | 1997 | Joslyn Center Donations. | 6,558 |
| 100-21705 | Pumpkin Race | 2013 | Sponsorship revenue/expenses for Pumpkin Race. | 13,572 |
| 100-21706 | Recreation Sponsorships | 2017 | Sponsorship revenue/expenses for other programs. | 15,000 |
| 802-21708 | Public Art Development Fees | 2003 | Funded through a portion of development fees. Used to fund Public Art. | 2,211,688 |
| Police | | | | |
| 100-21410 | Reserve Force Deposits | 1997 | Funded through donations. Reserve Officer equipment, training, etc. | \$ 1,945 |
| 100-21405 | K9 Deposits | 1997 | Funded through donations. Used for K9 Equipment. | 530 |
| 100-21408 | Victims Assistance Deposits | 1997 | Property that is forfeited permanently and goes to auction. The funds are deposited for Victims Assistance programs. | 3,423 |
| 100-21411 | Every 15 Minutes Deposits | 1998 | Funded through donations. Every 15 Minutes Program. In conjunction with Mira Costa (MBUSD). | 4,356 |
| 100-21409 | Explorer Scout Deposits | 1997 | Funded through donations. Explorer events, special equipment, etc. | 10,915 |
| 100-21404 | Neighborhood Watch Deposits | 1997 | Property that is forfeited permanently and goes to auction. The funds are deposited for various Neighborhood Watch uses. | 9,371 |
| 100-21407 | Equipment Deposits | 1997 | Funded through donations. Used for Various Special Equipment. | 23,128 |
| 100-21412 | Graux Trust (Police) | 2014 | Donation gift from the Graux Trust. | 8,893 |
| 100-21402 | Inmate Welfare Deposits | 1997 | Funds generated through inmate telephone in the jail. Use for Inmate welfare, i.e. new mattresses, periodicals, newspapers, books, etc. | 45,748 |
| Fire | | | | |
| 100-21453 | Paramedic Trust Deposits | 1997 | Donations to Fire operations. | \$ 7,295 |
| 100-21451 | Graux/Rotary Trust (Fire) | 2014 | Donation gift from the Graux Trust. | 1,756 |
| 100-21452 | Customer Deposits | 2012 | Donations from public to fire services. | 653 |
| 100-21913 | Fire Technology Replacement | 2020 | Funded through a fee of 5% of annual Fire Inspection Permits. The purpose of this technology fee is to recover the cost associated with replacement of existing system, upgrades to the existing and new system, and maintenance costs associated with the system. | 14,028 |
| Community Development | | | | |
| 100-21602 | Tree Penalties for Illegal Removal | 2018 | Fines for illegally removed trees for the planting of new trees. | \$ 77,255 |
| 100-21601 | General Plan Maintenance | 2010 | Surcharge taken from permits to fund updates for General Plan (i.e., Mobility Plan, Housing Element, Land Use, etc.). | 482,155 |
| 100-21608 | Seismic Fees | 1998 | A portion of this fee is paid quarterly by the City to the Department of Conservation (DoC) along with a quarterly report. Balance of fee is used for data utilization, and seismic education incorporating data interpretations from data of the strong-motion instrumentation program. | 60,855 |
| 100-21609 | Congestion Management Plan | 2002 | Fees that are charged for projects that increase traffic; Planning correction checklist has section for CMP, where a spreadsheet calculates trips/cost; county program on hold for number of years. Funds are to be used for transportation improvements. | 68,440 |
| 100-21610 | BSA Revolving Fund Fee | 2009 | Fee identified during Building permit application. A portion of this fee is paid quarterly by the City to the CA Building Standards Commission (BSC) along with a quarterly report. Fee paid to BSC based on calculations in the report. | 15,951 |
| 100-21616 | SB 1186 Disability Access & Education | 2014 | Fee charged on permits, a portion of which is available yearly for Building Inspector training on Title 24, CASp (Certified Access Specialist Program), and SB 1186. | 90,841 |
| 100-21914 | Energov Technology Replacement | 2020 | Funded through a fee of 3% of Building Permits. The purpose of this technology fee is to recover the cost associated with replacement of existing system, upgrades to the existing and new system, and maintenance costs associated with the system. | 112,505 |
| Information Technology | | | | |
| 100-21311 | Time Warner PEG Deposit | 1997 | Public, Education, and Governmental Access. MBtv (city government cablecast and webcast) capital expenditures, repairs and upgrades. | \$ 459,677 |
| 100-21312 | Verizon PEG Deposit | 2007 | Public, Education, and Governmental Access. MBtv (city government cablecast and webcast) capital expenditures, repairs and upgrades. | 319,890 |

Total \$ 4,073,229



CITY OF MANHATTAN BEACH FINANCE SUBCOMMITTEE STAFF REPORT

TO: Members of the Finance Subcommittee

THROUGH: Steve S. Charelian, Finance Director

FROM: Libby Bretthauer, Financial Services Manager
Julie Bondarchuk, Financial Controller

SUBJECT: Investment Portfolio as of October 31, 2022

DATE: December 15, 2022

RECOMMENDATION:

Staff recommends that the Finance Subcommittee receive and file this report.

FISCAL IMPLICATION:

There are no fiscal implications associated with the recommended action. As of October 31, 2022, the City's investment portfolio totaled \$124.6 million in book value (\$126.0 million par value).

DISCUSSION:

Since the last update as of June 30, 2022, the City's investment portfolio has decreased overall by \$8.0 million in par value. Cash flow trends have been mostly consistent with prior years, including the usual pattern of the summer months operating at a deficit when normal operating activities (warrants and payroll coverage) exceed revenues. This year, cash outflows are also higher due to spending on the Peck Reservoir and Sepulveda Bridge construction projects. Property Taxes received during the months of December, January, April and May will offset the deficits occurring in summer months. Additionally, anticipated grant reimbursements for the Sepulveda Bridge will balance some of the construction expenditures.

Activity

The following purchase and redemption activity took place between July 1, 2022, and October 31, 2022:

RECENT ACTIVITY

| Security | Date of Activity | Maturity Date | Purchase (Par) | Maturing/Call | YTM |
|------------------------------|-------------------------|----------------------|-----------------------|----------------------|---------------|
| T - 2.375% Coupon | 9/1/2022 | 5/15/2027 | 1,000,000 | | 3.285% |
| T - 2.375% Coupon | 9/1/2022 | 5/15/2027 | 1,000,000 | | 3.295% |
| T - 3.25% Coupon | 9/1/2022 | 6/30/2027 | 1,000,000 | | 3.300% |
| T - 0.5% Coupon | 9/1/2022 | 6/30/2027 | 1,000,000 | | 3.241% |
| T - 2.75% Coupon | 9/1/2022 | 7/31/2027 | 1,000,000 | | 3.309% |
| T - 1.625% Coupon | 10/24/2022 | 10/31/2026 | 1,000,000 | | 4.180% |
| MTN - 2.9% Coupon | 10/24/2022 | 9/12/2027 | 1,000,000 | | 4.905% |
| MTN - 0.95% Coupon | 10/24/2022 | 9/1/2027 | 1,000,000 | | 4.593% |
| FHLB - 0.875% Coupon | 10/24/2022 | 6/12/2026 | 1,000,000 | | 4.343% |
| FFCB - 4.5% Coupon | 10/24/2022 | 7/27/2026 | 1,000,000 | | 4.550% |
| Total Purchases | | | \$10,000,000 | | 3.900% |
| Matured: T - 2% Coupon | 8/1/2022 | 7/31/2022 | | 2,000,000 | 2.681% |
| Matured: T - 2% Coupon | 8/1/2022 | 7/31/2022 | | 1,000,000 | 2.510% |
| Matured: TVA - 1.875% Coupon | 8/15/2022 | 8/15/2022 | | 2,000,000 | 2.793% |
| Matured: TVA - 1.875% Coupon | 8/15/2022 | 8/15/2022 | | 1,000,000 | 2.493% |
| Matured: MTN - 2.5% Coupon | 10/15/2022 | 10/15/2022 | | 1,000,000 | 2.640% |
| Matured: T - 2% Coupon | 10/31/2022 | 10/31/2022 | | 1,000,000 | 2.250% |
| Total Maturing/Calls | | | | \$8,000,000 | 2.605% |

FFCB = Federal Farm Credit Bank; FHLB = Federal Home Loan Bank; FHLMC = Federal Home Loan Mortgage Corporation (Freddie Mac); FNMA = Federal National Mortgage Association (Fannie Mae); MTN = Corporate Medium Term Note

Average Yield to Maturity on the City's portfolio book value increased to 1.991% in October from 1.564% in June. During this period, \$6.0 million in U.S. Treasury securities, \$2.0 million in corporate medium-term notes, and \$2.0 in Federal agency securities were purchased. Investment maturities totaled \$8.0 million. Currently, \$40.0 million is being held in LAIF as market conditions and investment opportunities are monitored in accordance with the City's Investment Policy. Efforts are made to ensure the portfolio is well-balanced by investing in high-grade securities diversified in origin and maturity date.

Attachments: Investment Portfolio Report as of October 31, 2022

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Summary
October 1, 2022 through October 31, 2022

| Investments | Par Value | Market Value | Book Value | % of Portfolio | Term | Days to Maturity | YTM 360 Equiv. | YTM 365 Equiv. |
|---|-----------------------|-----------------------|-----------------------|-----------------------|--------------|-------------------------|-----------------------|-----------------------|
| LAIF | 40,000,000.00 | 40,000,000.00 | 40,000,000.00 | 32.11 | 1 | 1 | 1.748 | 1.772 |
| Medium Term Notes | 13,000,000.00 | 12,210,020.00 | 12,700,666.52 | 10.20 | 1,677 | 764 | 2.501 | 2.536 |
| Federal Agency Issues - Coupon | 34,000,000.00 | 32,640,150.00 | 33,962,952.67 | 27.27 | 1,462 | 688 | 2.227 | 2.258 |
| Treasury Securities - Coupon | 39,000,000.00 | 35,309,420.00 | 37,889,425.44 | 30.42 | 1,571 | 1,136 | 1.775 | 1.800 |
| Investments | 126,000,000.00 | 120,159,590.00 | 124,553,044.63 | 100.00% | 1,048 | 611 | 1.964 | 1.991 |
| Cash | | | | | | | | |
| Passbook/Checking (not included in yield calculations) | 3,869,150.43 | 3,869,150.43 | 3,869,150.43 | | 1 | 1 | 0.000 | 0.000 |
| Total Cash and Investments | 129,869,150.43 | 124,028,740.43 | 128,422,195.06 | | 1,048 | 611 | 1.964 | 1.991 |

| Total Earnings | October 31 Month Ending | Fiscal Year To Date |
|-----------------------|--------------------------------|----------------------------|
| Current Year | 187,277.81 | 676,181.01 |


 STEVE S. CHARELIAN, FINANCE DIRECTOR

Reporting period 10/01/2022-10/31/2022

Run Date: 12/07/2022 - 12:10

Portfolio CITY
 CP
 PM (PRF_PM1) 7.3.11
 Report Ver. 7.3.11

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
October 31, 2022

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM | Days to Maturity | Maturity Date |
|---------------------------------------|--------------|----------------------------|---------------|----------------------|----------------------|----------------------|-------------|-----|--------------|------------------|---------------|
| LAIF | | | | | | | | | | | |
| SYS3000 | 3000 | Local Agency Invest. Fund | 07/01/2018 | 40,000,000.00 | 40,000,000.00 | 40,000,000.00 | 1.772 | | 1.772 | 1 | |
| Subtotal and Average | | | | 40,000,000.00 | 40,000,000.00 | 40,000,000.00 | | | 1.772 | 1 | |
| Medium Term Notes | | | | | | | | | | | |
| 037833AK6 | MTN0098 | APPLE INC | 05/22/2018 | 1,000,000.00 | 988,820.00 | 993,212.52 | 2.400 | AA+ | 3.298 | 183 | 05/03/2023 |
| 037833DB3 | MTN0112 | APPLE INC | 10/25/2022 | 1,000,000.00 | 919,060.00 | 914,486.00 | 2.900 | | 4.905 | 1,776 | 09/12/2027 |
| 023135BX3 | MTN0111 | AMAZON.COM LLC | 02/24/2022 | 1,000,000.00 | 875,300.00 | 962,522.34 | 1.000 | AA | 1.963 | 1,288 | 05/12/2026 |
| 06406FAD5 | MTN0106 | BANK OF NY MELLO | 09/09/2019 | 1,000,000.00 | 944,700.00 | 1,009,011.00 | 2.200 | A | 1.951 | 288 | 08/16/2023 |
| 06406RAL1 | MTN0109 | BANK OF NY MELLO | 02/10/2020 | 1,000,000.00 | 980,510.00 | 1,011,205.00 | 2.100 | A | 1.850 | 723 | 10/24/2024 |
| 254687FK7 | MTN0107 | Walt Disney | 12/12/2019 | 2,000,000.00 | 1,887,060.00 | 1,990,531.60 | 1.750 | A- | 1.977 | 668 | 08/30/2024 |
| 478160CP7 | MTN0113 | Johnson & Johnson | 10/25/2022 | 1,000,000.00 | 846,170.00 | 840,970.00 | 0.950 | | 4.593 | 1,765 | 09/01/2027 |
| 191216CL2 | MTN0108 | COCA-COLA CO | 12/12/2019 | 1,000,000.00 | 951,240.00 | 993,679.00 | 1.750 | A+ | 1.890 | 675 | 09/06/2024 |
| 594918BQ6 | MTN0104 | MICROSOFT CORP | 07/01/2019 | 1,000,000.00 | 981,580.00 | 999,000.00 | 2.000 | AAA | 2.025 | 280 | 08/08/2023 |
| 58933YAY1 | MTN0110 | MERCK & CO INC | 10/05/2021 | 1,000,000.00 | 876,750.00 | 991,420.00 | 0.750 | A+ | 0.950 | 1,211 | 02/24/2026 |
| 89236TFN0 | MTN0099 | TOYOTA MOTOR CREDIT | 09/21/2018 | 1,000,000.00 | 985,620.00 | 999,500.00 | 3.450 | A+ | 3.461 | 323 | 09/20/2023 |
| 89236TDK8 | MTN0101 | TOYOTA MOTOR CREDIT | 03/26/2019 | 1,000,000.00 | 973,210.00 | 995,129.06 | 2.250 | A+ | 2.634 | 351 | 10/18/2023 |
| Subtotal and Average | | | | 13,000,000.00 | 12,210,020.00 | 12,700,666.52 | | | 2.536 | 764 | |
| Federal Agency Issues - Coupon | | | | | | | | | | | |
| 3133EJDE6 | FAC0271 | FED FARM CR BK | 02/16/2018 | 2,000,000.00 | 1,989,200.00 | 1,998,598.80 | 2.570 | AA+ | 2.708 | 107 | 02/16/2023 |
| 3133EJSD2 | FAC0276 | FED FARM CR BK | 10/02/2018 | 2,000,000.00 | 1,976,480.00 | 1,990,360.00 | 2.890 | AA+ | 3.000 | 230 | 06/19/2023 |
| 3133EJK57 | FAC0278 | FED FARM CR BK | 12/12/2018 | 2,000,000.00 | 1,973,900.00 | 2,005,564.87 | 3.080 | AA+ | 2.840 | 265 | 07/24/2023 |
| 3133ENPX2 | FAC0294 | FED FARM CR BK | 02/24/2022 | 1,000,000.00 | 929,650.00 | 997,642.00 | 1.800 | AA+ | 1.870 | 1,025 | 08/22/2025 |
| 3133EJDV8 | FAC0296 | FED FARM CR BK | 04/11/2022 | 2,000,000.00 | 1,899,860.00 | 2,037,426.79 | 3.150 | AA+ | 2.747 | 1,602 | 03/22/2027 |
| 3133ENWP1 | FAC0297 | FED FARM CR BK | 05/16/2022 | 2,000,000.00 | 1,938,980.00 | 2,000,000.00 | 2.625 | AA+ | 2.625 | 562 | 05/16/2024 |
| 3133ENEJ5 | FAC0301 | FED FARM CR BK | 06/17/2022 | 1,000,000.00 | 926,500.00 | 944,835.84 | 0.875 | | 3.250 | 748 | 11/18/2024 |
| 3133ENV72 | FAC0303 | FED FARM CR BK | 10/27/2022 | 1,000,000.00 | 1,000,010.00 | 998,356.00 | 4.500 | | 4.550 | 1,364 | 07/27/2026 |
| 3130A3KM5 | FAC0268 | Federal Home Loan Bank | 01/10/2018 | 2,000,000.00 | 1,996,540.00 | 2,001,325.94 | 2.500 | AA+ | 2.357 | 38 | 12/09/2022 |
| 3130A2UW4 | FAC0285 | Federal Home Loan Bank | 12/11/2019 | 2,000,000.00 | 1,936,600.00 | 2,049,048.42 | 2.875 | | 1.771 | 682 | 09/13/2024 |
| 3130AGWK7 | FAC0289 | Federal Home Loan Bank | 02/07/2020 | 1,000,000.00 | 948,330.00 | 1,001,306.00 | 1.500 | AA+ | 1.470 | 653 | 08/15/2024 |
| 3130A1XJ2 | FAC0291 | Federal Home Loan Bank | 02/04/2021 | 1,000,000.00 | 970,940.00 | 1,051,883.06 | 2.875 | AA+ | 0.312 | 591 | 06/14/2024 |
| 3130A8ZQ9 | FAC0293 | Federal Home Loan Bank | 02/24/2022 | 1,000,000.00 | 927,070.00 | 995,852.00 | 1.750 | AA+ | 1.871 | 1,046 | 09/12/2025 |
| 3130ASDS5 | FAC0300 | Federal Home Loan Bank | 06/17/2022 | 1,000,000.00 | 968,160.00 | 990,620.00 | 2.750 | | 3.230 | 605 | 06/28/2024 |
| 3130AN4T4 | FAC0302 | Federal Home Loan Bank | 10/24/2022 | 1,000,000.00 | 882,170.00 | 878,187.00 | 0.875 | | 4.343 | 1,319 | 06/12/2026 |
| 3137EAEX3 | FAC0298 | Federal Home Loan Mortgage | 05/13/2022 | 2,000,000.00 | 1,779,300.00 | 1,851,447.42 | 0.375 | AA+ | 2.722 | 1,057 | 09/23/2025 |
| 3135G0W66 | FAC0286 | Fannie Mae | 12/11/2019 | 2,000,000.00 | 1,889,680.00 | 1,993,020.00 | 1.625 | AA+ | 1.700 | 714 | 10/15/2024 |

Portfolio CITY
CP

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
October 31, 2022

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM | Days to 365 Maturity | Maturity Date |
|---------------------------------------|--------------|----------------------------|---------------|----------------------|----------------------|----------------------|-------------|-----|--------------|----------------------|---------------|
| Federal Agency Issues - Coupon | | | | | | | | | | | |
| 3135G0W66 | FAC0287 | Fannie Mae | 02/07/2020 | 2,000,000.00 | 1,889,680.00 | 2,011,260.00 | 1.625 | AA+ | 1.500 | 714 | 10/15/2024 |
| 3135G0V75 | FAC0288 | Fannie Mae | 02/07/2020 | 2,000,000.00 | 1,909,340.00 | 2,010,053.35 | 1.750 | AA+ | 1.526 | 609 | 07/02/2024 |
| 3135G0V75 | FAC0290 | Fannie Mae | 02/04/2021 | 1,000,000.00 | 954,670.00 | 1,030,532.13 | 1.750 | AA+ | 0.259 | 609 | 07/02/2024 |
| 3135G0U43 | FAC0292 | Fannie Mae | 02/04/2021 | 1,000,000.00 | 984,290.00 | 1,032,548.30 | 2.875 | AA+ | 0.499 | 315 | 09/12/2023 |
| 880591EW8 | FAC0295 | Tennessee Valley Authority | 02/24/2022 | 1,000,000.00 | 907,220.00 | 969,705.09 | 0.750 | AA+ | 1.763 | 926 | 05/15/2025 |
| 880591CJ9 | FAC0299 | Tennessee Valley Authority | 05/13/2022 | 1,000,000.00 | 1,061,580.00 | 1,123,379.66 | 6.750 | AA+ | 2.894 | 1,096 | 11/01/2025 |
| Subtotal and Average | | | | 34,000,000.00 | 32,640,150.00 | 33,962,952.67 | | | 2.258 | 688 | |
| Treasury Securities - Coupon | | | | | | | | | | | |
| 912828S92 | UST0029 | US TREASURY | 02/14/2019 | 1,000,000.00 | 975,000.00 | 987,069.26 | 1.250 | | 2.525 | 272 | 07/31/2023 |
| 912828D1 | UST0030 | US TREASURY | 02/14/2019 | 1,000,000.00 | 973,320.00 | 987,472.35 | 1.375 | | 2.432 | 303 | 08/31/2023 |
| 912828W48 | UST0033 | US TREASURY | 05/13/2019 | 1,000,000.00 | 967,660.00 | 995,039.06 | 2.125 | | 2.234 | 485 | 02/29/2024 |
| 912828W71 | UST0034 | US TREASURY | 05/13/2019 | 1,000,000.00 | 965,900.00 | 994,687.50 | 2.125 | | 2.240 | 516 | 03/31/2024 |
| 912828U3 | UST0035 | US TREASURY | 02/07/2020 | 2,000,000.00 | 1,905,080.00 | 2,017,666.34 | 1.875 | | 1.493 | 669 | 08/31/2024 |
| 912828ZW3 | UST0036 | US TREASURY | 05/28/2021 | 1,000,000.00 | 897,030.00 | 989,911.69 | 0.250 | | 0.561 | 972 | 06/30/2025 |
| 912828ZW3 | UST0039 | US TREASURY | 08/11/2021 | 1,000,000.00 | 897,030.00 | 989,626.54 | 0.250 | | 0.591 | 972 | 06/30/2025 |
| 912828ZT0 | UST0047 | US TREASURY | 12/08/2021 | 1,000,000.00 | 898,130.00 | 976,882.03 | 0.250 | | 1.058 | 942 | 05/31/2025 |
| 912828ZC7 | UST0051 | US TREASURY | 12/09/2021 | 1,000,000.00 | 926,480.00 | 1,003,906.25 | 1.125 | | 1.001 | 850 | 02/28/2025 |
| 912828Z78 | UST0054 | US TREASURY | 04/08/2022 | 2,000,000.00 | 1,782,340.00 | 1,898,276.95 | 1.500 | | 2.665 | 1,552 | 01/31/2027 |
| 912828A7 | UST0057 | US TREASURY | 06/17/2022 | 1,000,000.00 | 899,920.00 | 927,509.56 | 1.500 | | 3.287 | 1,383 | 08/15/2026 |
| 912828X88 | UST0059 | US TREASURY | 09/01/2022 | 1,000,000.00 | 920,820.00 | 959,556.97 | 2.375 | | 3.285 | 1,656 | 05/15/2027 |
| 912828X88 | UST0060 | US TREASURY | 09/01/2022 | 1,000,000.00 | 920,820.00 | 959,101.56 | 2.375 | | 3.295 | 1,656 | 05/15/2027 |
| 912828ZV5 | UST0062 | US TREASURY | 09/01/2022 | 1,000,000.00 | 841,520.00 | 875,507.81 | 0.500 | | 3.241 | 1,702 | 06/30/2027 |
| 912828YQ7 | UST0064 | US TREASURY | 10/25/2022 | 1,000,000.00 | 900,550.00 | 897,823.26 | 1.625 | | 4.180 | 1,460 | 10/31/2026 |
| 91282CAB7 | UST0037 | US TREASURY | 05/28/2021 | 2,000,000.00 | 1,785,940.00 | 1,978,687.40 | 0.250 | | 0.576 | 1,003 | 07/31/2025 |
| 91282CAJ0 | UST0038 | US TREASURY | 05/28/2021 | 1,000,000.00 | 889,490.00 | 987,818.02 | 0.250 | | 0.620 | 1,034 | 08/31/2025 |
| 91282CAB7 | UST0040 | US TREASURY | 08/11/2021 | 1,000,000.00 | 892,970.00 | 989,266.30 | 0.250 | | 0.601 | 1,003 | 07/31/2025 |
| 91282CAJ0 | UST0041 | US TREASURY | 08/11/2021 | 1,000,000.00 | 889,490.00 | 988,409.68 | 0.250 | | 0.586 | 1,034 | 08/31/2025 |
| 91282CAZ4 | UST0042 | US TREASURY | 08/09/2021 | 1,000,000.00 | 884,180.00 | 990,074.24 | 0.375 | | 0.658 | 1,125 | 11/30/2025 |
| 91282CAB7 | UST0043 | US TREASURY | 10/05/2021 | 1,000,000.00 | 892,970.00 | 986,324.18 | 0.250 | | 0.681 | 1,003 | 07/31/2025 |
| 91282CAT8 | UST0044 | US TREASURY | 10/05/2021 | 2,000,000.00 | 1,767,420.00 | 1,967,002.06 | 0.250 | | 0.707 | 1,095 | 10/31/2025 |
| 91282CCW9 | UST0045 | US TREASURY | 10/05/2021 | 1,000,000.00 | 873,130.00 | 992,500.00 | 0.750 | | 0.907 | 1,399 | 08/31/2026 |
| 91282CCP4 | UST0046 | US TREASURY | 10/05/2021 | 1,000,000.00 | 871,210.00 | 989,051.44 | 0.625 | | 0.892 | 1,368 | 07/31/2026 |
| 91282CCF6 | UST0048 | US TREASURY | 12/09/2021 | 1,000,000.00 | 880,040.00 | 983,274.82 | 0.750 | | 1.191 | 1,307 | 05/31/2026 |
| 91282CCJ8 | UST0049 | US TREASURY | 12/09/2021 | 1,000,000.00 | 881,910.00 | 987,351.44 | 0.875 | | 1.176 | 1,337 | 06/30/2026 |
| 91282CCZ2 | UST0050 | US TREASURY | 12/09/2021 | 1,000,000.00 | 875,550.00 | 985,809.51 | 0.875 | | 1.210 | 1,429 | 09/30/2026 |

Portfolio CITY
CP

CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Investments
October 31, 2022

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM 365 | Days to Maturity | Maturity Date |
|-------------------------------------|--------------|-------------|---------------|-----------------------|-----------------------|-----------------------|-------------|-----|--------------|------------------|---------------|
| Treasury Securities - Coupon | | | | | | | | | | | |
| 91282CAM3 | UST0052 | US TREASURY | 02/24/2022 | 2,000,000.00 | 1,775,460.00 | 1,901,147.87 | 0.250 | | 1.678 | 1,064 | 09/30/2025 |
| 91282CDG3 | UST0053 | US TREASURY | 04/08/2022 | 1,000,000.00 | 882,190.00 | 936,228.42 | 1.125 | | 2.581 | 1,460 | 10/31/2026 |
| 91282CEH0 | UST0055 | US TREASURY | 05/16/2022 | 1,000,000.00 | 957,540.00 | 996,500.00 | 2.625 | | 2.750 | 896 | 04/15/2025 |
| 91282CCP4 | UST0056 | US TREASURY | 06/17/2022 | 1,000,000.00 | 871,210.00 | 895,371.44 | 0.625 | | 3.187 | 1,368 | 07/31/2026 |
| 91282CCZ2 | UST0058 | US TREASURY | 06/17/2022 | 1,000,000.00 | 875,550.00 | 901,152.39 | 0.875 | | 3.302 | 1,429 | 09/30/2026 |
| 91282CEW7 | UST0061 | US TREASURY | 09/01/2022 | 1,000,000.00 | 956,800.00 | 997,755.04 | 3.250 | | 3.300 | 1,702 | 06/30/2027 |
| 91282CFB2 | UST0063 | US TREASURY | 09/01/2022 | 1,000,000.00 | 934,770.00 | 975,664.06 | 2.750 | | 3.309 | 1,733 | 07/31/2027 |
| Subtotal and Average | | | | 39,000,000.00 | 35,309,420.00 | 37,889,425.44 | | | 1.800 | 1,136 | |
| Total and Average | | | | 126,000,000.00 | 120,159,590.00 | 124,553,044.63 | | | 1.991 | 611 | |

**CITY OF MANHATTAN BEACH
Portfolio Management
Portfolio Details - Cash
October 31, 2022**

| CUSIP | Investment # | Issuer | Purchase Date | Par Value | Market Value | Book Value | Stated Rate | S&P | YTM 365 | Days to Maturity |
|-----------------------------------|--------------|------------|---------------|-----------------------|-----------------------|-----------------------|-------------|-----|--------------|------------------|
| Money Market Fund | | | | | | | | | | |
| SYS39903-39902 | 39901 | UNION BANK | 07/01/2018 | 3,869,150.43 | 3,869,150.43 | 3,869,150.43 | | | 0.000 | 1 |
| Subtotal and Average | | | | | | | | | | 1 |
| Total Cash and Investments | | | | 129,869,150.43 | 124,028,740.43 | 128,422,195.06 | | | 1.991 | 611 |



City of Manhattan Beach Investment Portfolio Summary *As of October 31, 2022*

| PORTFOLIO PROFILE | Oct 31, 2022 | Sep 30, 2022 | Aug 31, 2022 | Jul 31, 2022 | Jun 30, 2022 |
|--|---------------|---------------|---------------|---------------|---------------|
| Total Book Value (Excluding Trust Funds) | \$124,553,045 | \$127,010,065 | \$127,239,505 | \$130,236,392 | \$133,234,849 |
| Increase/(Decrease) from Prior Period | (2,457,020) | (229,440) | (2,996,887) | (2,998,458) | 4,709,661 |
| Percentage Change | (1.9%) | (0.2%) | (2.3%) | (2.3%) | 3.7% |
| Average Yield to Maturity (365 Days) | 1.991% | 1.808% | 1.669% | 1.624% | 1.564% |
| Increase/(Decrease) from Prior Period | 0.183% | 0.139% | 0.045% | 0.060% | 0.128% |

PORTFOLIO ALLOCATIONS

| By Security | Value (Par) | Percent | Par YTM | Time Horizon | Percent |
|-------------------|----------------------|---------------|---------------|----------------|---------------|
| LAIF* | \$40,000,000 | 31.75% | 1.772% | Next 12 months | 44% |
| Medium Term Notes | 13,000,000 | 10.3% | 2.536% | Months 13-24 | 17% |
| Federal Agencies | 34,000,000 | 27.0% | 2.258% | Months 25-36 | 17% |
| U.S. Treasuries | 39,000,000 | 31.0% | 1.800% | Months 37-48 | 13% |
| Total | \$126,000,000 | 100.0% | 1.991% | Months 49-60 | 9% |
| | | | | Total | 100.0% |

*LAIF YTM as of October 31, 2022

RECENT ACTIVITY

| Security | Date of Activity | Maturity Date | Purchase (Par) | Maturing/Call | YTM |
|------------------------------|------------------|---------------|--------------------|--------------------|---------------|
| T - 1.625% Coupon | 10/24/2022 | 10/31/2026 | 1,000,000 | | 4.180% |
| MTN - 2.9% Coupon | 10/24/2022 | 9/12/2027 | 1,000,000 | | 4.905% |
| MTN - 0.95% Coupon | 10/24/2022 | 9/1/2027 | 1,000,000 | | 4.593% |
| FHLB - 0.875% Coupon | 10/24/2022 | 6/12/2026 | 1,000,000 | | 4.343% |
| FFCB - 4.5% Coupon | 10/24/2022 | 7/27/2026 | 1,000,000 | | 4.550% |
| Total Purchases | | | \$5,000,000 | | 4.514% |
| Matured: T - 2% Coupon | 8/1/2022 | 7/31/2022 | | 2,000,000 | 2.681% |
| Matured: T - 2% Coupon | 8/1/2022 | 7/31/2022 | | 1,000,000 | 2.510% |
| Matured: TVA - 1.875% Coupon | 8/15/2022 | 8/15/2022 | | 2,000,000 | 2.793% |
| Matured: TVA - 1.875% Coupon | 8/15/2022 | 8/15/2022 | | 1,000,000 | 2.493% |
| Matured: MTN - 2.5% Coupon | 10/15/2022 | 10/15/2022 | | 1,000,000 | 2.640% |
| Matured: T - 2% Coupon | 10/31/2022 | 10/31/2022 | | 1,000,000 | 2.250% |
| Total Maturing/Calls | | | | \$8,000,000 | 2.605% |



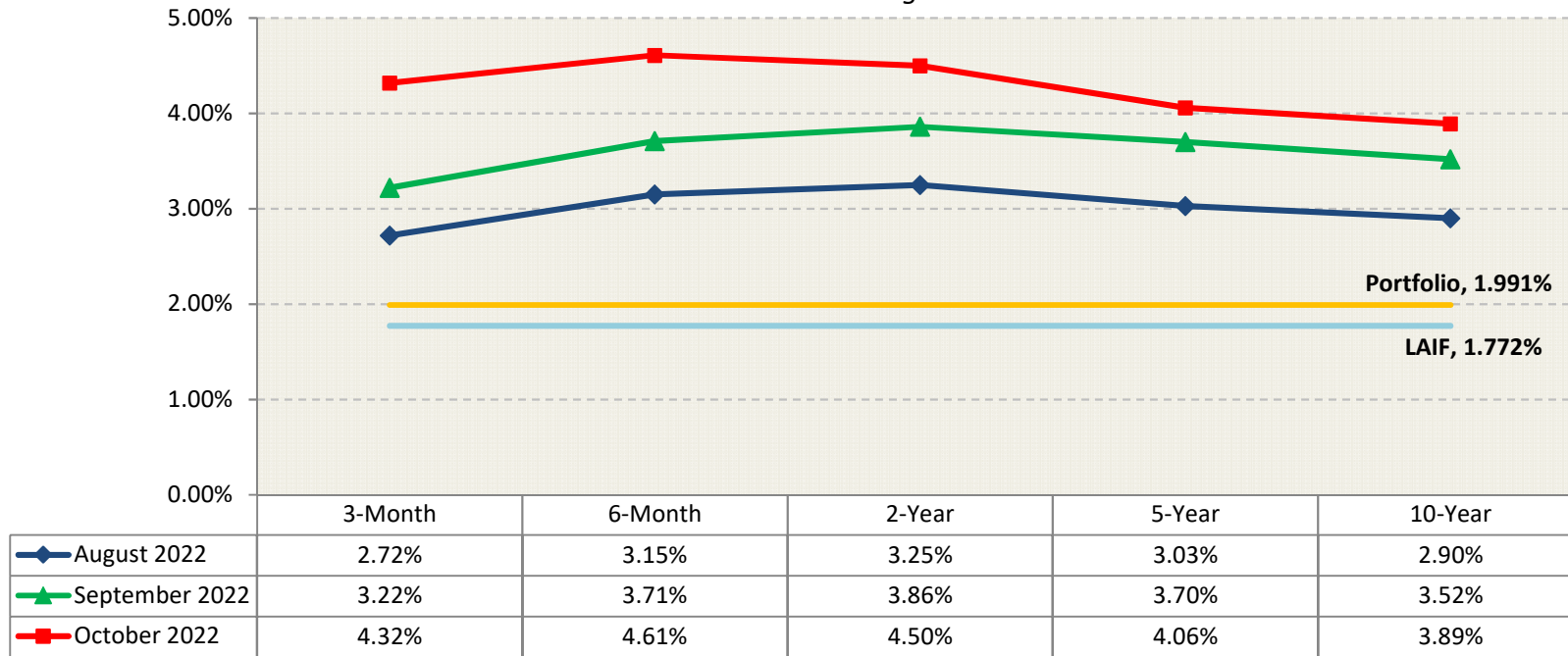
City of Manhattan Beach Investment Portfolio Summary *As of October 31, 2022*

| FUNDS HELD IN TRUST | Value |
|---|-----------------------|
| Police/Fire Refunding Bonds | \$35.98 |
| Fire Station 2 COPs | 60.81 |
| Marine Avenue Refunding Bonds | 1.25 |
| Pension Obligation Bonds | 2,436.89 |
| Metlox & Water/Wastewater Refunding Bonds | 8,327.40 |
| UUAD Assessment Refunding Bonds | 512,323.66 |
| UUAD Assessment District 12 & 14 | 403,578.84 |
| UUAD Assessment District 4 | 204,036.73 |
| PARS Investment Trust | 2,017,476.44 |
| Total Funds Held in Trust | \$3,148,278.00 |

As of October 31, 2022

US Treasuries Yield Curve

www.treas.gov



Monthly yields are interpolated by the Treasury from the daily yield curve.

CITY OF MANHATTAN BEACH
Portfolio Maturity Structure
November 2022 through October 2027

HELD TO MATURITY
Rolling 60 Months

| Mth | Mat. | YTM | Inv | Call | Amt | Mth | Mat. | YTM | Inv | Call | Amt | Mth | Mat. | YTM | Inv | Call | Amt | Mth | Mat. | YTM | Inv | Call | Amt | | | | | | |
|---|----------|------|------|---------|----------------|--------|----------|-------|------|---------|----------------|--------|----------|-------|-------|------|----------------|--------|----------|-------|------|--------|----------------|--------|---------|-------|------|----|----------------|
| Nov 22 | | | | | | Nov 23 | | | | | | Nov 24 | 11/18/24 | 3.25% | FFCB | nc | \$1.0M | Nov 25 | 11/30/25 | 0.66% | T | nc | \$1.0M | Nov 26 | 11/1/25 | 2.89% | TVA | nc | \$1.0M |
| Dec 22 | 12/9/22 | 2.4% | FHLB | nc | \$2.0M | Dec 23 | | | | | | Dec 24 | | | | | | Dec 25 | | | | | | Dec 26 | | | | | |
| Jan 23 | | | | | | Jan 24 | | | | | | Jan 25 | | | | | | Jan 26 | | | | | | Jan 27 | 1/31/27 | 2.67% | T | nc | \$2.0M |
| Feb 23 | 2/16/23 | 2.7% | FFCB | nc | \$2.0M | Feb 24 | 2/29/24 | 2.23% | T | nc | \$1.0M | Feb 25 | 2/28/25 | 1.00% | T | nc | \$1.0M | Feb 26 | 2/24/26 | 0.95% | MTN | MW: 10 | \$1.0M | Feb 27 | | | | | |
| Mar 23 | | | | | | Mar 24 | 3/31/24 | 2.24% | T | nc | \$1.0M | Mar 25 | | | | | | Mar 26 | | | | | | Mar 27 | 3/22/27 | 2.75% | FFCB | nc | \$2.0M |
| Apr 23 | | | | | | Apr 24 | | | | | | Apr 25 | 4/15/25 | 2.75% | T | nc | \$1.0M | Apr 26 | | | | | | Apr 27 | | | | | |
| May 23 | 5/3/23 | 3.3% | MTN | MW: 15 | \$1.0M | May 24 | 5/16/24 | 2.63% | FFCB | nc | \$2.0M | May 25 | 5/15/25 | 1.76% | TVA | nc | \$1.0M | May 26 | 5/31/26 | 1.19% | T | nc | \$1.0M | May 27 | 5/15/27 | 3.28% | T | nc | \$1.0M |
| | | | | | | | | | | | | | 5/31/25 | 1.06% | T | nc | \$1.0M | | 5/12/26 | 1.96% | MTN | nc | \$1.0M | | 5/15/27 | 3.29% | T | nc | \$1.0M |
| Jun 23 | 6/19/23 | 3.0% | FFCB | nc | \$2.0M | Jun 24 | 6/14/24 | 0.31% | FHLB | nc | \$1.0M | Jun 25 | 6/30/25 | 0.56% | T | nc | \$1.0M | Jun 26 | 6/30/26 | 1.18% | T | nc | \$1.0M | Jun 27 | 6/30/27 | 3.30% | T | nc | \$1.0M |
| | | | | | | | 6/28/24 | 3.23% | FHLB | nc | \$1.0M | | 6/30/25 | 0.59% | T | nc | \$1.0M | | 6/12/26 | 4.34% | FHLB | nc | \$1.0M | | 6/30/27 | 3.24% | T | nc | \$1.0M |
| Jul 23 | 7/24/23 | 2.8% | FFCB | nc | \$2.0M | Jul 24 | 7/2/24 | 1.53% | FNMA | nc | \$2.0M | Jul 25 | 7/31/25 | 0.58% | T | nc | \$2.0M | Jul 26 | 7/31/26 | 0.89% | T | nc | \$1.0M | Jul 27 | 7/31/27 | 3.31% | T | nc | \$1.0M |
| | 7/31/23 | 2.5% | T | nc | \$1.0M | | 7/2/24 | 0.26% | FNMA | nc | \$1.0M | | 7/31/25 | 0.60% | T | nc | \$1.0M | | 7/31/26 | 3.19% | T | nc | \$1.0M | | | | | | |
| | | | | | | | | | | | | | 7/31/25 | 0.68% | T | nc | \$1.0M | | 7/27/26 | 4.55% | FFCB | nc | \$1.0M | | | | | | |
| Aug 23 | 8/31/23 | 2.4% | T | nc | \$1.0M | Aug 24 | 8/15/24 | 1.47% | FHLB | nc | \$1.0M | Aug 25 | 8/31/25 | 0.62% | T | nc | \$1.0M | Aug 26 | 8/31/26 | 0.91% | T | nc | \$1.0M | Aug 27 | | | | | |
| | 8/8/23 | 2.0% | MTN | MW:12.5 | \$1.0M | | 8/30/24 | 1.98% | MTN | 7/30/24 | \$2.0M | | 8/31/25 | 0.59% | T | nc | \$1.0M | | 8/15/26 | 3.29% | T | nc | \$1.0M | | | | | | |
| | 8/16/23 | 2.0% | MTN | 6/16/23 | \$1.0M | | 8/31/24 | 1.49% | T | nc | \$2.0M | | 8/22/25 | 1.87% | FFCB | nc | \$1.0M | | | | | | | | | | | | |
| Sep 23 | 9/20/23 | 3.5% | MTN | nc | \$1.0M | Sep 24 | 9/6/24 | 1.89% | MTN | 9/6/24 | \$1.0M | Sep 25 | 9/12/25 | 1.87% | FHLB | nc | \$1.0M | Sep 26 | 9/30/26 | 1.21% | T | nc | \$1.0M | Sep 27 | 9/12/27 | 4.91% | MTN | nc | \$1.0M |
| | 9/12/23 | 0.5% | FNMA | nc | \$1.0M | | 9/13/24 | 1.77% | FHLB | nc | \$2.0M | | 9/23/25 | 2.72% | FHLMC | nc | \$2.0M | | 9/30/26 | 3.30% | T | nc | \$1.0M | | 9/1/27 | 4.59% | MTN | nc | \$1.0M |
| | | | | | | | | | | | | | 9/30/25 | 1.68% | T | nc | \$2.0M | | | | | | | | | | | | |
| Oct 23 | 10/18/23 | 2.6% | MTN | nc | \$1.0M | Oct 24 | 10/15/24 | 1.70% | FNMA | nc | \$2.0M | Oct 25 | 10/31/25 | 0.71% | T | nc | \$2.0M | Oct 26 | 10/31/26 | 2.58% | T | nc | \$1.0M | Oct 27 | | | | | |
| | | | | | | | 10/15/24 | 1.50% | FNMA | nc | \$2.0M | | | | | | | | 10/31/26 | 4.18% | T | nc | \$1.0M | | | | | | |
| | | | | | | | 10/24/24 | 1.85% | MTN | 9/6/24 | \$1.0M | | | | | | | | | | | | | | | | | | |
| Total By Year (excl LAIF) | | | | | \$16.0m | | | | | | \$22.0m | | | | | | \$21.0m | | | | | | \$16.0m | | | | | | \$11.0m |
| % of Total Securities (excl LAIF) | | | | | 19% | | | | | | 26% | | | | | | 24% | | | | | | 19% | | | | | | 13% |
| % of Total Investments (incl LAIF) | | | | | 44% | | | | | | 17% | | | | | | 17% | | | | | | 13% | | | | | | 9% |

| | | |
|--------------------------|-------------|-----------------|
| Total Securities | 68% | \$86.0M |
| LAIF | 32% | \$40.0M |
| Total Investments | 100% | \$126.0M |

Shaded rows indicate months with significant cash inflows.

City of Manhattan Beach
Investment Policy Compliance Chart
As of October 31, 2022

| Instrument | | % of Total | Dollar Compliance | | Percentage Compliance | | Term Compliance | |
|--|----------------------|---------------------|-------------------|------------|-----------------------|------------|-----------------|------------|
| | | | Limit | Compliant? | Limit | Compliant? | Limit | Compliant? |
| Local Agency Investment Fund (LAIF) | \$40,000,000 | 31.7% | \$75,000,000 | Yes | Temporary Suspension | | | |
| Treasury Securities | | | | | | | | |
| US Treasury | \$39,000,000 | 31.0% | | | | | 5 Years | Yes |
| <i>Total U.S. Treasuries (34)</i> | | \$39,000,000 | 31.0% | | | | | |
| Medium Term (Corporate) Notes | | | | | | | | |
| Coca-Cola | 1,000,000 | 0.8% | | | 5.0% | Yes | 5 Years | Yes |
| Amazon | 1,000,000 | 0.8% | | | 5.0% | Yes | 5 Years | Yes |
| <i>Total Consumer Goods Sector</i> | | \$2,000,000 | 1.6% | | 10.0% | Yes | | |
| Toyota Motor Credit | 2,000,000 | 1.6% | | | 5.0% | Yes | 5 Years | Yes |
| Bank of NY | 2,000,000 | 1.6% | | | 5.0% | Yes | 5 Years | Yes |
| <i>Total Financial Sector</i> | | \$4,000,000 | 3.2% | | 10.0% | Yes | | |
| Johnson & Johnson | 1,000,000 | 0.8% | | | 5.0% | Yes | 5 Years | Yes |
| Merck | 1,000,000 | 0.8% | | | 5.0% | Yes | 5 Years | Yes |
| <i>Total Pharmaceuticals Sector</i> | | \$2,000,000 | 1.6% | | 10.0% | Yes | | |
| Apple Inc | 2,000,000 | 1.6% | | | 5.0% | Yes | 5 Years | Yes |
| Microsoft Corp | 1,000,000 | 0.8% | | | 5.0% | Yes | 5 Years | Yes |
| <i>Total Technology Sector</i> | | \$3,000,000 | 2.4% | | 10.0% | Yes | | |
| Walt Disney Co | 2,000,000 | 1.6% | | | 5.0% | Yes | 5 Years | Yes |
| <i>Total Communication Services Sector</i> | | \$2,000,000 | | | | | | |
| Total Medium Term Notes (12) | | \$13,000,000 | 10.3% | | 20.0% | Yes | | |
| Federal Agencies | | | | | | | | |
| Federal Home Loan Bank (FHLB) | \$9,000,000 | 7.1% | | | 33.3% | Yes | 5 Years | Yes |
| Federal Farm Credit (FFCB) | 13,000,000 | 10.3% | | | 33.3% | Yes | 5 Years | Yes |
| Fannie Mae (FNMA) | 8,000,000 | 6.3% | | | 33.3% | Yes | 5 Years | Yes |
| Freddie Mac (FHLMC) | 2,000,000 | 1.6% | | | 33.3% | Yes | 5 Years | Yes |
| Tennessee Valley Authority (TVA) | 2,000,000 | 1.6% | | | 33.3% | Yes | 5 Years | Yes |
| Total Federal Agencies (23) | | \$34,000,000 | 27.0% | | 60.0% | Yes | | |
| Total Portfolio | \$126,000,000 | 100.0% | | | | | | |



CITY OF MANHATTAN BEACH
TREASURER'S REPORT
October 31, 2022

| <u>Investments</u> | Book Value |
|---|---|
| LAIF | \$40,000,000.00 |
| Treasury Securities | 37,889,425.44 |
| Federal Agency Issues-Coupon | 33,962,952.67 |
| Medium Term Notes | 12,700,666.52 |
| Subtotal Investments | <u>\$124,553,044.63</u> |
| | |
| <u>Demand Deposit/Petty Cash</u> | |
| Cash in Bank | \$3,869,150.43 |
| Petty Cash | 2,771.41 |
| Subtotal Demand Deposit | <u>\$3,871,921.84</u> |
| | |
| Subtotal City Cash & Investments | <u>\$128,424,966.47</u> |
| | |
| <u>Bond Funds Held in Trust</u> | |
| Police Fire Refunding | \$35.98 |
| Fire Station 2 COPs | 60.81 |
| Marine Ave Park Refunding | 1.25 |
| Metlox & Water/Wastewater Refunding | 8,327.40 |
| Utility Assessment Districts | 1,119,939.23 |
| Pension Obligation Bonds | 2,436.89 |
| Subtotal Bonds Held in Trust | <u>\$1,130,801.56</u> |
| | |
| <u>Investment Trust Funds</u> | |
| PARS Pension Rate Stabilization Trust | 2,017,476.44 |
| Treasurer's Balance | <u><u>\$131,573,244.47</u></u> |



PMIA/LAIF Performance Report as of 11/16/22



PMIA Average Monthly Effective Yields⁽¹⁾

| | |
|-----------|-------|
| October | 1.772 |
| September | 1.513 |
| August | 1.276 |

Quarterly Performance Quarter Ended 09/30/22

| | |
|--|---------------------|
| LAIF Apportionment Rate ⁽²⁾ : | 1.35 |
| LAIF Earnings Ratio ⁽²⁾ : | 0.00003699565555327 |
| LAIF Fair Value Factor ⁽¹⁾ : | 0.980760962 |
| PMIA Daily ⁽¹⁾ : | 1.63% |
| PMIA Quarter to Date ⁽¹⁾ : | 1.29% |
| PMIA Average Life ⁽¹⁾ : | 304 |

Pooled Money Investment Account Monthly Portfolio Composition ⁽¹⁾ 10/31/22 \$215.3 billion

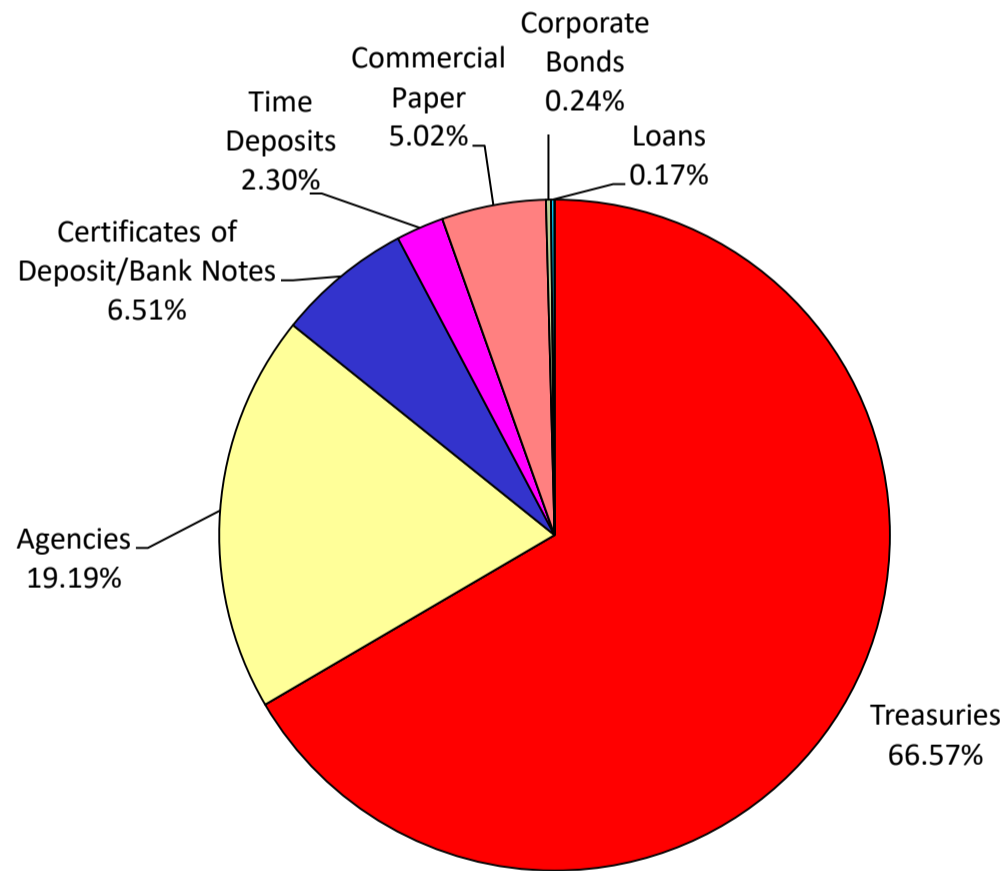


Chart does not include \$3,715,000.00 in mortgages, which equates to 0.002%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

Source:

⁽¹⁾ State of California, Office of the Treasurer

⁽²⁾ State of California, Office of the Controller



CITY OF MANHATTAN BEACH FINANCE SUBCOMMITTEE STAFF REPORT

TO: Members of the Finance Subcommittee

THROUGH: Steve S. Charelian, Finance Director

FROM: Libby Bretthauer, Financial Services Manager
Emy-Rose Hanna, Revenue Services Supervisor

SUBJECT: FY 2022-2023 Monthly Schedule of Transient Occupancy Tax, Lease Payments and Miscellaneous Accounts Receivables

DATE: December 15, 2022

RECOMMENDATION:

Staff recommends that the Finance Subcommittee receive this report.

FISCAL IMPLICATION:

There are no fiscal implications associated with the recommended action. The information presented in the attachments reflect the City's diligent efforts to bill and collect payment for various revenue programs.

DISCUSSION:

The Revenue Services Division invoices for miscellaneous accounts receivable and collects all City revenues. The attached schedule identifies Transient Occupancy Taxes (TOT), lease revenue, franchise revenue and other payments.

The attached Aging Statistical Report identifies the number of days outstanding for all miscellaneous accounts receivable invoices. Accounts at least 120 days past due and considered uncollectable by the City are written off per City policy.

Attachments:

1. FY 2022-2023 Monthly Schedule of TOT, Lease and Miscellaneous Payments
2. Accounts Receivables Aging Statistical Report



FY 2022/2023
City of Manhattan Beach
Monthly Schedule of TOT, Lease and Miscellaneous Payments
As of: 12/8/2022

| MONTHLY REVENUES | | | | | | | | | | | | | | | | |
|-------------------------------|----------------------------------|----------|--------|-----------|----------------------|----------------------|----------------------|----------------------|---|---------------------|-------------|-------------|-------------|-------------|-------------|------------------------|
| | | Due Date | Acct # | July 2022 | Aug 2022 | Sept 2022 | Oct 2022 | Nov 2022 | Dec 2022 | Jan 2023 | Feb 2023 | Mar 2023 | Apr 2023 | May 2023 | June 2023 | TOTALS |
| HOTEL BED TAX: | | | | | | | | | | | | | | | | |
| 1 | The Belamar (19) | M | 20TH | 100-4121 | 7/21/2022 | 8/12/2022 | 9/21/2022 | 10/21/2022 | 11/17/2022 | | | | | | | |
| 2 | Hotel Pacific (47 rms) | M | 20TH | 100-4121 | 7/18/2022 | 8/11/2022 | 9/12/2022 | 10/3/2022 | 11/15/2022 | 12/6/2022 | | | | | | |
| 3 | Man Village Inn (19) | M | 20TH | 100-4121 | 7/14/2022 | 8/15/2022 | 9/15/2022 | 10/11/2022 | 11/14/2022 | 12/6/2022 | | | | | | |
| 4 | Best Western Plus (53) | M | 20TH | 100-4121 | 7/21/2022 | 8/29/2022 | 9/14/2022 | 10/5/2022 | 11/14/2022 | | | | | | | |
| 5 | Hi-View Motel (20) | M | 20TH | 100-4121 | 7/21/2022 | 8/31/2022 | 9/22/2022 | 10/20/2022 | 11/21/2022 | | | | | | | |
| 6 | Wave Hotel (44) | M | 20TH | 100-4121 | 7/15/2022 | 8/1/2522 | 9/13/2022 | 10/19/2022 | 11/14/2022 | | | | | | | |
| 7 | Man Bch Motel (13) | M | 20TH | 100-4121 | 7/21/2022 | 8/22/2022 | 9/21/2022 | 10/21/2022 | 11/21/2022 | | | | | | | |
| 8 | Marriott (380) | M | 20TH | 100-4121 | 7/19/2022 | 8/18/2022 | 9/20/2022 | 10/19/2022 | 11/18/2022 | | | | | | | |
| 9 | Residence Inn (176) | M | 20TH | 100-4121 | 7/21/2022 | 8/29/2022 | 9/15/2022 | 10/21/2022 | 11/18/2022 | | | | | | | |
| 10 | Sea Horse Inn (33) | M | 20TH | 100-4121 | 7/20/2022 | 8/29/2022 | 9/19/2022 | 10/20/2022 | 11/21/2022 | | | | | | | |
| 11 | Sea View Inn (18) | M | 20TH | 100-4121 | 7/20/2022 | 8/17/2022 | 9/20/2022 | 10/20/2022 | 11/22/2022 | | | | | | | |
| 12 | Shade (38) | M | 20TH | 100-4121 | 7/18/2022 | 8/29/2022 | 9/19/2022 | 10/17/2022 | 11/16/2022 | | | | | | | |
| 13 | Hotel Correa (1) | M | 20TH | 100-4121 | 7/20/2022 | 8/20/2022 | 9/20/2022 | 10/20/2022 | 11/1/2022 | | | | | | | |
| | Sub Total | | | | \$ 665,318.66 | \$ 751,397.29 | \$ 729,609.34 | \$ 683,235.90 | \$ 661,982.52 | \$ 13,809.27 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,505,352.98 |
| SHORT TERM RENTAL TOT: | | | | | | | | | | | | | | | | |
| 14 | \$ Amount of TOT | M | 20TH | 100-41212 | \$ - | \$ - | \$ 10,104.51 | \$ 8,369.52 | \$ 12,885.90 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 31,359.93 |
| 15 | # of Short Term Rental Operators | | | | 11 | 16 | 22 | 31 | 40 | - | - | - | - | - | - | - |
| MB STUDIOS: | | | | | | | | | | | | | | | | |
| 16 | CRP MB Studios % | M | 20TH | 100-41221 | 8/11/2022 | 9/8/2022 | 10/3/2022 | 11/1/2022 | 11/21/2022 | | | | | | | \$ 12,029.31 |
| 17 | CRP MB Studios-Fire | M | 20TH | 100-42204 | 8/11/2022 | 8/30/2022 | 10/21/2022 | 11/1/2022 | 12/6/2022 | | | | | | | \$ 250.00 |
| 18 | CRP MB Studios-Fire Inv. | M | 1ST | 100-42201 | 8/11/2022 | 10/21/2022 | 10/3/2022 | 11/1/2022 | 11/21/2022 | | | | | | | \$ 2,083.33 |
| 19 | CRP MB Studios Annual Fire Fee | M | 20TH | 100-42201 | 11/1/2022 | 11/1/2022 | 11/1/2022 | 11/1/2022 | 11/1/2022 | | | | | | | \$ - |
| LEASES: | | | | | | | | | | | | | | | | |
| 20 | Metlox | M | 1ST | 100-44401 | \$ 20,083.33 | \$ 20,083.33 | \$ 20,083.33 | \$ 20,083.33 | \$ 20,083.33 | | | | | | | \$ 100,416.65 |
| 21 | Metlox - Profit | A | MARCH | 100-44401 | | | | | | | | | | | | \$ - |
| 22 | Bay Club- Bldg Rent | M | 10TH | 100-44404 | \$ 4,180.62 | \$ 4,180.62 | \$ 4,023.70 | \$ 4,389.65 | \$ 4,389.65 | | | | | | | \$ 21,164.24 |
| 23 | Bay Club-% | M | 10TH | 100-44403 | \$ 15,000.00 | \$ 15,000.00 | \$ 15,000.00 | \$ 15,000.00 | \$ 15,000.00 | | | | | | | \$ 75,000.00 |
| 24 | Bay Club - Tennis Rent | M | 10TH | 100-44402 | \$ 27,819.04 | \$ 27,819.04 | \$ 27,819.04 | \$ 29,209.99 | \$ 29,209.99 | | | | | | | \$ 141,877.10 |
| 25 | Bay Club -Parking | M | 10TH | 100-44405 | \$ 3,035.82 | \$ 3,035.82 | \$ 3,035.82 | \$ 3,187.61 | \$ 3,187.61 | | | | | | | \$ 15,482.68 |
| 26 | County Library Parking | M | 15TH | 100-44411 | \$ 522.39 | \$ 522.39 | \$ 522.39 | \$ 522.39 | \$ 522.39 | | | | | | | \$ 2,611.95 |
| 27 | Sprint | M | 30TH | 100-44421 | \$ 6,198.89 | \$ 6,198.89 | \$ 6,198.89 | | Agreement with Sprint was Terminated on 11/1/22 | | | | | | | \$ 18,596.67 |
| 28 | AT & T | M | 1ST | 100-44421 | \$ 6,720.20 | \$ 6,720.20 | \$ 6,720.20 | \$ 6,720.20 | \$ 7,290.95 | \$ 7,056.21 | | | | | | \$ 41,227.96 |
| 29 | Verizon 16/Valley lease | M | 25TH | 100-44421 | \$ 5,558.62 | \$ 5,558.62 | \$ 5,558.62 | \$ 5,558.62 | \$ 5,558.62 | | | | | | | \$ 27,793.10 |
| 30 | Marriott-Min | M | 20TH | 100-44406 | \$ 33,333.33 | \$ 33,333.33 | \$ 33,333.33 | \$ 33,333.33 | \$ 33,333.33 | | | | | | | \$ 166,666.65 |
| 31 | Marriott - % | Q | 31ST | 100-44407 | \$ 402,521.51 | | | \$ 441,651.00 | | | | | | | | \$ 844,172.51 |
| 32 | Marriott Golf Course | Q | 31ST | 100-44408 | \$ 6,906.00 | | | \$ 6,878.00 | | | | | | | | \$ 13,784.00 |
| 33 | United States PO | M | 1ST | 100-44410 | \$ 4,416.67 | \$ 522.39 | \$ 4,416.67 | \$ 4,416.67 | \$ 4,416.67 | | | | | | | \$ 18,189.07 |
| 34 | Village Mall Parking | M | 25TH | 100-44409 | \$ 16,409.04 | \$ 16,409.04 | \$ 16,409.04 | \$ 10,984.14 | \$ 9,720.65 | \$ 16,409.04 | | | | | | \$ 86,340.95 |
| 35 | Shade #1 | M | 15TH | 100-44412 | \$ 925.57 | \$ 925.57 | \$ 925.57 | \$ 1,011.84 | | | | | | | | \$ 3,788.55 |



FY 2022/2023
City of Manhattan Beach
Monthly Schedule of TOT, Lease and Miscellaneous Payments
As of: 12/8/2022

| MONTHLY REVENUES | | | | | | | | | | | | | | | | |
|-----------------------|--------------------------------|----------|-----------|-----------|--------------|--------------|-------------|--------------|--------------|----------|----------|----------|----------|----------|-----------|---------------|
| | | Due Date | Acct # | July 2022 | Aug 2022 | Sept 2022 | Oct 2022 | Nov 2022 | Dec 2022 | Jan 2023 | Feb 2023 | Mar 2023 | Apr 2023 | May 2023 | June 2023 | TOTALS |
| 36 | Storage Shade #2 | M | 15TH | 100-44412 | \$ 799.83 | \$ 799.83 | \$ 799.83 | \$ 799.83 | | | | | | | | \$ 3,199.32 |
| 37 | Triology Day Spa Storage | M | 15TH | 100-44412 | \$ 794.25 | \$ 833.69 | \$ 833.69 | | | | | | | | | \$ 2,461.63 |
| 38 | Metlox (shared maint.) | Q | 15th | 520-47307 | \$ 1,272.70 | | | | | | | | | | | \$ 1,272.70 |
| 39 | Lemonade | M | 1st | 100-44412 | \$ 525.00 | \$ 525.00 | \$ 525.00 | \$ 525.00 | | | | | | | | \$ 2,625.00 |
| FRANCHISES: | | | | | | | | | | | | | | | | |
| 40 | Verizon/Frontier Comm. | Q | QUARTERLY | 100-41213 | | \$ 57,253.78 | | | \$ 54,522.78 | | | | | | | \$ 111,776.56 |
| 41 | Verizon/ Frontier PEG | A | FEBRUARY | 100-21312 | | \$ 4,941.30 | | | \$ 4,757.20 | | | | | | | \$ 9,698.50 |
| 42 | Charter Communications (PEG) | Q | QUARTERLY | 100-21311 | | \$ 17,319.96 | | | | | | | | | | \$ 17,319.96 |
| 43 | Charter Communications (Basic) | Q | QUARTERLY | 100-41213 | | \$ 86,599.79 | | | \$ 84,886.68 | | | | | | | \$ 171,486.47 |
| 44 | Van Lingen Towing | M | 15TH | 100-46207 | \$ 8,876.00 | \$ 7,124.00 | \$ 3,699.00 | \$ 5,671.00 | | | | | | | | \$ 25,370.00 |
| 45 | So Cal Edison | A | APRIL | 100-41213 | | | | | | | | | | | | \$ - |
| 46 | So Cal Gas | A | APRIL | 100-41213 | | | | | | | | | | | | \$ - |
| MISC. PAYMENTS | | | | | | | | | | | | | | | | |
| 47 | Waste Mgmt-Recycle | A | JUNE | 510-46415 | \$ 39,000.00 | | | | | | | | | | | \$ 39,000.00 |
| 48 | Waste Mgmt-CRC | M | QUARTERLY | 100-46412 | \$ 22,027.89 | | | \$ 17,395.66 | | | | | | | | \$ 39,423.55 |
| 49 | Mrs. June Mikrut | A | AUG \$25 | 503-46402 | | | | | | | | | | | | \$ - |
| 50 | Median-Hermosa Bch | A | AUGUST | 100-46421 | | | | | | | | | | | | \$ - |
| 51 | Median-Redondo Bch | A | AUGUST | 100-46421 | | | | | | | | | | | | \$ - |
| 52 | Panchos-Pkg Spaces | M | 1ST | 520-47301 | \$ 975.00 | \$ 1,023.75 | \$ 975.00 | \$ 975.00 | \$ 975.00 | | | | | | | \$ 4,923.75 |
| 53 | Signals-Target | A | DEC | 100-46113 | | | | | | | | | | | | \$ - |
| 54 | Fusion Sushi 270 Sq. Ft | M | 20Th | 100-42105 | \$ 810.00 | \$ 810.00 | \$ 850.50 | \$ 810.00 | \$ 810.00 | | | | | | | \$ 4,090.50 |
| 55 | Summers 44 Sq. Ft. | A | JULY | 100-42105 | | | | | | | | | | | | \$ - |
| 56 | Uncle Bills 195 Sq. Ft | M | 1ST | 100-42105 | \$ 585.00 | \$ 585.00 | \$ 585.00 | \$ 585.00 | \$ 585.00 | | | | | | | \$ 2,925.00 |
| 57 | Ocean View 270 Sq. Ft | M | 1ST | 100-42105 | \$ 810.00 | \$ 810.00 | \$ 810.00 | \$ 810.00 | | | | | | | | \$ 3,240.00 |
| 58 | Legacy Inmate Comm | M | 1ST | 100-21402 | \$ 61.84 | \$ 72.60 | \$ 85.27 | \$ 58.20 | | | | | | | | \$ 277.91 |
| 59 | Northrop Grumman | A | JULY | 100-42105 | | | \$ 1,455.00 | | | | | | | | | \$ 1,455.00 |
| 60 | DBID - Dekralite (Annual Pmt) | M | FEB | 100-46452 | | | | | | | | | | | | \$ - |

A - Annual
 Q - Quarterly
 M - Monthly



FY 2022/2023
City of Manhattan Beach
Miscellaneous Accounts Receivable
Aging Statistical Report

Dollars

| | Total AR | 0 | 1-30 | 30-60 | 60-90 | 90-120 | >120 |
|----------------|-------------------|-------------------|------------------|------------------|------------------|------------------|------------------|
| * July | 687,673.52 | 427,841.08 | 125,944.73 | 4,323.50 | 56,212.67 | 2,318.99 | 71,032.55 |
| * August | 90,512.11 | 0.00 | 0.00 | 8,574.64 | 3,788.00 | 47,552.47 | 30,597.00 |
| September | 398,867.03 | 0.00 | 308,856.13 | 22,209.44 | 3,673.80 | 3,911.35 | 60,216.31 |
| October | 219,913.92 | 22,288.60 | 0.00 | 151,301.82 | 1,147.10 | 3,857.50 | 41,318.90 |
| November | 228,574.71 | 86,176.14 | 7,789.90 | 0.00 | 92,849.46 | 0.00 | 41,759.21 |
| December | | | | | | | |
| January | | | | | | | |
| February | | | | | | | |
| March | | | | | | | |
| April | | | | | | | |
| May | | | | | | | |
| June | | | | | | | |
| <i>Partial</i> | | | | | | | |
| Avg. | 325,108.26 | 107,261.16 | 88,518.15 | 37,281.88 | 31,534.21 | 11,528.06 | 48,984.79 |

Percentages

| | Total AR | 0 | 1-30 | 30-60 | 60-90 | 90-120 | >120 |
|-------------|-----------------|------------|-------------|--------------|--------------|---------------|----------------|
| July | 100% | 62% | 18% | 1% | 8% | 0% | 10% |
| August | 100% | 0% | 0% | 9% | 4% | 53% | 34% |
| September | 100% | 0% | 77% | 6% | 1% | 1% | 15% |
| October | 100% | 10% | 0% | 69% | 1% | 2% | 19% |
| November | 100% | 38% | 3% | 0% | 41% | 0% | 18% |
| December | | | | | | | |
| January | | | | | | | |
| February | | | | | | | |
| March | | | | | | | |
| April | | | | | | | |
| May | | | | | | | |
| June | | | | | | | |
| Avg. | 100% | 22% | 20% | 17% | 11% | 11% | 19% |



CITY OF MANHATTAN BEACH FINANCE SUBCOMMITTEE STAFF REPORT

TO: Members of the Finance Subcommittee

THROUGH: Steve S. Charelian, Finance Director

FROM: Libby Bretthauer, Financial Services Manager
Emy-Rose Hanna, Revenue Services Supervisor

SUBJECT: Bad Debt Write-Offs to Collections from July 1, 2022 – September 30, 2022

DATE: December 15, 2022

RECOMMENDATION:

Staff recommends that the Finance Subcommittee receive the attached summary report of write-offs within the authority of the Finance Director (not to exceed \$5,000 per line item).

FISCAL IMPLICATION:

Financial Credit Network (FCN), the City's collection agency, is paid a commission based on the amount of funds collected. The commission percentage is 25% for regular collections or 35% for accounts requiring legal action. It is important to note that FCN helps facilitate payment on behalf of the City for accounts that are at least 120 days past due and are otherwise deemed uncollectable by the City.

BACKGROUND:

City Council approved a policy delegating write-off authority for uncollectable accounts based on the following thresholds:

- The Finance Director is delegated to approve write-offs up to \$5,000
- The Finance Subcommittee is delegated to approve write-offs from \$5,000 to \$10,000
- The City Council is delegated to approve write-offs over \$10,000

DISCUSSION:

The City reviewed outstanding accounts that were more than 120 days past due as of

July 1, 2022 – September 30, 2022. The accounts listed below were within the \$5,000 signing authority of the Finance Director and have been sent to FCN for collection.

| WRITE-OFF CATEGORY | AMOUNT | WRITE-OFF PERIOD |
|---------------------------|--------------|-----------------------------------|
| Misc. Accounts Receivable | \$ 7,282.69 | July 1, 2022 – September 30, 2022 |
| Ambulance Billing: | \$200,397.53 | July 1, 2022 – September 30, 2022 |
| Utility Billing | \$ 22,278.60 | July 1, 2022 – September 30, 2022 |

The write-offs summarized above include the following activity:

- Misc. Accounts Receivable: Write-offs in this category (\$7,282.69) include cost recovery for DUI incidents that require police emergency response and personnel.
- Ambulance Billing: Write-offs in this category (\$200,397.53) include ambulance billings that are billed at full cost (\$1,800-\$2,500+) and are deemed uncollectable due to lack of insurance, lack of qualifying Medicare/Medical coverage and/or non-responsiveness from patients that are billed directly.
- Utility Billing: Write-offs in this category (\$22,278.60) are limited to closed utility accounts only (customers that have moved out of town), which have remained past due for at least 120 days.

To provide further insight, the collection process begins once an account remains unpaid for 120 days or more. Once deemed uncollectable by City staff, the appropriate authority is asked to approve the account for write-off, and then pertinent information is sent to the collection agency to begin their collection process. Depending upon time and effort, the collection agency may earn up between 25% - 35% commission for the amount they collect.

Additionally, on August 23, 2022, the Finance Subcommittee asked Staff to come back with information on the success rate (“recovery rate”) achieved by our collection agency, Financial Credit Network (FCN). Based on data collected by FCN, we are pleased to report that the City maintains a higher recovery rate than industry standards based on the California Average, meaning the City has a better success rate than most cities in the State (please see table below).

City of Manhattan Beach - Collection Recovery Rate Compared to California Average

| Debt Type | Recovery Rate for City of Manhattan Beach | Average Recovery Rate in California |
|-------------------|---|-------------------------------------|
| Miscellaneous AR | 18.76% | 17.58% |
| Ambulance Billing | 10.06% | 10.00% |
| Utility Billing | 33.36% | 17.30% |

Several factors can affect the success and recovery rates for collections. These factors can include:

- Legislation that restricts credit reporting on past due amounts
- Inability to credit report on ambulance bills until 6 months have passed
- Inability to credit report on ambulance balances over \$500
- Economic impacts to customers due to the COVID-19 Pandemic
- Other legal restrictions that are placed on collections agencies

Staff recommends that the Finance Subcommittee receive the attached summary report of write-offs within the authority of the Finance Director (not to exceed \$5,000 per line item).

Attachments:

1. Summary of Write-Offs (not to exceed \$5,000 per line item) from July 1, 2022 – September 30, 2022



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| MISCELLANEOUS ACCOUNTS RECEIVABLE | | | |
|--|--------------------|---------------------|-------------------|
| No. | Invoice No. | Type | Balance |
| 1 | 1670 | ACCOUNTS RECEIVABLE | \$1,665.51 |
| 2 | 1543 | ACCOUNTS RECEIVABLE | \$1,658.73 |
| 3 | 1539 | ACCOUNTS RECEIVABLE | \$1,485.48 |
| 4 | 1669 | ACCOUNTS RECEIVABLE | \$1,039.50 |
| 5 | 1671 | ACCOUNTS RECEIVABLE | \$832.76 |
| 6 | 1542 | ACCOUNTS RECEIVABLE | \$600.71 |
| TOTAL MISCELLANEOUS ACCOUNTS RECEIVABLE | | | \$7,282.69 |
| UTILITY BILLING ACCOUNTS | | | |
| No. | Account No. | Type | Balance |
| 1 | 79-0923010-01 | UTILITY BILLING | \$51.58 |
| 2 | 32-0720010-07 | UTILITY BILLING | \$61.02 |
| 3 | 75-0104914-18 | UTILITY BILLING | \$65.45 |
| 4 | 11-0903000-08 | UTILITY BILLING | \$66.04 |
| 5 | 48-0169020-19 | UTILITY BILLING | \$72.12 |
| 6 | 92-0404011-09 | UTILITY BILLING | \$77.61 |
| 7 | 43-0695032-09 | UTILITY BILLING | \$79.91 |
| 8 | 20-0186121-28 | UTILITY BILLING | \$80.04 |
| 9 | 17-0300010-19 | UTILITY BILLING | \$80.17 |
| 10 | 47-0557020-13 | UTILITY BILLING | \$80.97 |
| 11 | 16-1720000-06 | UTILITY BILLING | \$83.49 |
| 12 | 63-0337010-21 | UTILITY BILLING | \$84.88 |
| 13 | 43-0692042-05 | UTILITY BILLING | \$86.01 |
| 14 | 57-0445023-13 | UTILITY BILLING | \$87.07 |
| 15 | 88-0316023-12 | UTILITY BILLING | \$89.13 |
| 16 | 27-0025013-01 | UTILITY BILLING | \$91.35 |
| 17 | 97-0008027-18 | UTILITY BILLING | \$96.27 |



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| | | | |
|----|---------------|-----------------|------------|
| 18 | 95-0187013-05 | UTILITY BILLING | \$112.63 |
| 19 | 67-0994011-11 | UTILITY BILLING | \$117.71 |
| 20 | 11-0901300-05 | UTILITY BILLING | \$122.38 |
| 21 | 27-0023014-03 | UTILITY BILLING | \$124.23 |
| 22 | 88-0297010-08 | UTILITY BILLING | \$127.68 |
| 23 | 40-0220503-17 | UTILITY BILLING | \$128.50 |
| 24 | 10-4206500-08 | UTILITY BILLING | \$134.40 |
| 25 | 55-0160068-08 | UTILITY BILLING | \$157.08 |
| 26 | 89-0449800-01 | UTILITY BILLING | \$163.73 |
| 27 | 74-1209011-07 | UTILITY BILLING | \$168.36 |
| 28 | 88-0340016-04 | UTILITY BILLING | \$180.34 |
| 29 | 73-0974012-08 | UTILITY BILLING | \$203.24 |
| 30 | 87-0142010-12 | UTILITY BILLING | \$204.02 |
| 31 | 82-1338012-08 | UTILITY BILLING | \$206.01 |
| 32 | 86-2201010-03 | UTILITY BILLING | \$218.49 |
| 33 | 21-0375010-13 | UTILITY BILLING | \$247.27 |
| 34 | 16-1340600-16 | UTILITY BILLING | \$296.27 |
| 35 | 97-0030010-05 | UTILITY BILLING | \$310.55 |
| 36 | 86-2195015-09 | UTILITY BILLING | \$321.22 |
| 37 | 42-0557015-08 | UTILITY BILLING | \$321.38 |
| 38 | 97-0001072-09 | UTILITY BILLING | \$321.79 |
| 39 | 48-0110033-14 | UTILITY BILLING | \$406.15 |
| 40 | 41-0338010-12 | UTILITY BILLING | \$495.49 |
| 41 | 72-0882010-08 | UTILITY BILLING | \$891.28 |
| 42 | 75-0108100-12 | UTILITY BILLING | \$921.97 |
| 43 | 34-0172021-16 | UTILITY BILLING | \$1,209.38 |
| 44 | 47-0556020-12 | UTILITY BILLING | \$2,242.95 |
| 45 | 86-2304013-01 | UTILITY BILLING | \$2,268.20 |



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| | | | |
|----|---------------|-----------------|----------|
| 46 | 65-0623010-06 | UTILITY BILLING | \$50.12 |
| 47 | 55-0062010-04 | UTILITY BILLING | \$52.44 |
| 48 | 36-0283053-11 | UTILITY BILLING | \$57.13 |
| 49 | 88-0362302-09 | UTILITY BILLING | \$59.35 |
| 50 | 24-0843010-10 | UTILITY BILLING | \$61.30 |
| 51 | 58-0549010-04 | UTILITY BILLING | \$68.26 |
| 52 | 84-1610020-17 | UTILITY BILLING | \$72.51 |
| 53 | 20-0248220-02 | UTILITY BILLING | \$80.64 |
| 54 | 31-0522049-08 | UTILITY BILLING | \$86.81 |
| 55 | 18-0870000-08 | UTILITY BILLING | \$99.03 |
| 56 | 23-0708024-10 | UTILITY BILLING | \$102.09 |
| 57 | 47-0676020-23 | UTILITY BILLING | \$103.04 |
| 58 | 84-1749020-14 | UTILITY BILLING | \$105.70 |
| 59 | 65-0628010-04 | UTILITY BILLING | \$107.68 |
| 60 | 39-0116122-16 | UTILITY BILLING | \$107.68 |
| 61 | 55-0102010-25 | UTILITY BILLING | \$119.29 |
| 62 | 69-0329014-10 | UTILITY BILLING | \$122.50 |
| 63 | 31-0522112-06 | UTILITY BILLING | \$136.76 |
| 64 | 59-0671012-10 | UTILITY BILLING | \$142.71 |
| 65 | 59-0836000-06 | UTILITY BILLING | \$150.36 |
| 66 | 11-0200010-14 | UTILITY BILLING | \$183.27 |
| 67 | 30-0421152-15 | UTILITY BILLING | \$194.43 |
| 68 | 47-0594010-04 | UTILITY BILLING | \$210.54 |
| 69 | 28-0233030-08 | UTILITY BILLING | \$221.88 |
| 70 | 75-0311012-07 | UTILITY BILLING | \$250.97 |
| 71 | 63-0218037-14 | UTILITY BILLING | \$258.78 |
| 72 | 79-0959022-00 | UTILITY BILLING | \$277.92 |
| 73 | 95-0192014-13 | UTILITY BILLING | \$300.00 |



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| | | | |
|----|---------------|---------------------------------------|--------------------|
| 74 | 31-0476612-16 | UTILITY BILLING | \$359.16 |
| 75 | 53-0832510-01 | UTILITY BILLING | \$391.01 |
| 76 | 67-0902010-03 | UTILITY BILLING | \$443.02 |
| 77 | 68-0048025-17 | UTILITY BILLING | \$469.40 |
| 78 | 19-0054013-05 | UTILITY BILLING | \$835.09 |
| 79 | 32-0628030-04 | UTILITY BILLING | \$1,002.37 |
| 80 | 39-0086001-09 | UTILITY BILLING | \$1,039.55 |
| | | TOTAL UTILITY BILLING ACCOUNTS | \$22,278.60 |

AMBULANCE BILLING ACCOUNTS

| No. | Account No. | Type | Balance |
|-----|-------------|-------------------|------------|
| 1 | 56422872 | AMBULANCE BILLING | \$225.00 |
| 2 | 56422952 | AMBULANCE BILLING | \$225.00 |
| 3 | 57291266 | AMBULANCE BILLING | \$125.00 |
| 4 | 58497355 | AMBULANCE BILLING | \$2,729.00 |
| 5 | 60518115 | AMBULANCE BILLING | \$56.00 |
| 6 | 61457086 | AMBULANCE BILLING | \$1,309.18 |
| 7 | 61943207 | AMBULANCE BILLING | \$2,712.00 |
| 8 | 62025724 | AMBULANCE BILLING | \$2,712.00 |
| 9 | 62025729 | AMBULANCE BILLING | \$1,872.00 |
| 10 | 62090647 | AMBULANCE BILLING | \$2,731.00 |
| 11 | 62090659 | AMBULANCE BILLING | \$2,758.00 |
| 12 | 62229161 | AMBULANCE BILLING | \$1,959.00 |
| 13 | 62229174 | AMBULANCE BILLING | \$1,845.00 |
| 14 | 62229176 | AMBULANCE BILLING | \$1,758.00 |
| 15 | 62271104 | AMBULANCE BILLING | \$50.00 |
| 16 | 62271115 | AMBULANCE BILLING | \$2,739.00 |
| 17 | 62324417 | AMBULANCE BILLING | \$1,807.00 |
| 18 | 62344353 | AMBULANCE BILLING | \$1,219.60 |



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| | | | |
|----|----------|-------------------|------------|
| 19 | 62408397 | AMBULANCE BILLING | \$2,712.00 |
| 20 | 62460707 | AMBULANCE BILLING | \$1,826.00 |
| 21 | 62512838 | AMBULANCE BILLING | \$1,872.00 |
| 22 | 62518083 | AMBULANCE BILLING | \$1,845.00 |
| 23 | 62593142 | AMBULANCE BILLING | \$2,731.00 |
| 24 | 62601627 | AMBULANCE BILLING | \$2,731.00 |
| 25 | 62671164 | AMBULANCE BILLING | \$200.00 |
| 26 | 62748522 | AMBULANCE BILLING | \$1,758.00 |
| 27 | 62748529 | AMBULANCE BILLING | \$1,500.15 |
| 28 | 62838795 | AMBULANCE BILLING | \$50.00 |
| 29 | 62943153 | AMBULANCE BILLING | \$200.00 |
| 30 | 62970992 | AMBULANCE BILLING | \$225.00 |
| 31 | 63092713 | AMBULANCE BILLING | \$200.00 |
| 32 | 63258670 | AMBULANCE BILLING | \$398.80 |
| 33 | 63424352 | AMBULANCE BILLING | \$1,891.00 |
| 34 | 63537131 | AMBULANCE BILLING | \$50.00 |
| 35 | 63537133 | AMBULANCE BILLING | \$1,853.00 |
| 36 | 63537140 | AMBULANCE BILLING | \$50.00 |
| 37 | 63566202 | AMBULANCE BILLING | \$202.50 |
| 38 | 63566220 | AMBULANCE BILLING | \$175.50 |
| 39 | 63566222 | AMBULANCE BILLING | \$1,109.29 |
| 40 | 63783406 | AMBULANCE BILLING | \$1,750.00 |
| 41 | 63793007 | AMBULANCE BILLING | \$1,689.60 |
| 42 | 63816779 | AMBULANCE BILLING | \$1,834.00 |
| 43 | 64204479 | AMBULANCE BILLING | \$1,826.00 |
| 44 | 64204492 | AMBULANCE BILLING | \$1,845.00 |
| 45 | 64207651 | AMBULANCE BILLING | \$1,845.00 |
| 46 | 64207656 | AMBULANCE BILLING | \$1,845.00 |



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| | | | |
|----|----------|-------------------|------------|
| 47 | 64207662 | AMBULANCE BILLING | \$1,826.00 |
| 48 | 64207663 | AMBULANCE BILLING | \$1,826.00 |
| 49 | 64207691 | AMBULANCE BILLING | \$1,807.00 |
| 50 | 64213108 | AMBULANCE BILLING | \$2,682.00 |
| 51 | 64213139 | AMBULANCE BILLING | \$1,834.00 |
| 52 | 64215448 | AMBULANCE BILLING | \$1,826.00 |
| 53 | 64215461 | AMBULANCE BILLING | \$1,853.00 |
| 54 | 62601627 | AMBULANCE BILLING | \$115.91 |
| 55 | 64215498 | AMBULANCE BILLING | \$1,872.00 |
| 56 | 64220045 | AMBULANCE BILLING | \$2,655.00 |
| 57 | 64220050 | AMBULANCE BILLING | \$1,834.00 |
| 58 | 64220061 | AMBULANCE BILLING | \$2,693.00 |
| 59 | 64222555 | AMBULANCE BILLING | \$1,826.00 |
| 60 | 64268185 | AMBULANCE BILLING | \$1,853.00 |
| 61 | 64268187 | AMBULANCE BILLING | \$1,853.00 |
| 62 | 64268188 | AMBULANCE BILLING | \$1,826.00 |
| 63 | 64270879 | AMBULANCE BILLING | \$1,853.00 |
| 64 | 64373721 | AMBULANCE BILLING | \$2,674.00 |
| 65 | 64373723 | AMBULANCE BILLING | \$2,758.00 |
| 66 | 64373724 | AMBULANCE BILLING | \$1,853.00 |
| 67 | 64376968 | AMBULANCE BILLING | \$2,720.00 |
| 68 | 64376987 | AMBULANCE BILLING | \$2,693.00 |
| 69 | 64419233 | AMBULANCE BILLING | \$1,826.00 |
| 70 | 64419508 | AMBULANCE BILLING | \$1,929.00 |
| 71 | 62748517 | AMBULANCE BILLING | \$1,864.00 |
| 72 | 63195218 | AMBULANCE BILLING | \$1,872.00 |
| 73 | 64182015 | AMBULANCE BILLING | \$1,883.00 |
| 74 | 64198488 | AMBULANCE BILLING | \$1,853.00 |



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| | | | |
|-----|----------|-------------------|------------|
| 75 | 64198490 | AMBULANCE BILLING | \$1,788.00 |
| 76 | 64198491 | AMBULANCE BILLING | \$2,674.00 |
| 77 | 64198492 | AMBULANCE BILLING | \$2,758.00 |
| 78 | 64200154 | AMBULANCE BILLING | \$1,845.00 |
| 79 | 64200157 | AMBULANCE BILLING | \$1,883.00 |
| 80 | 64200162 | AMBULANCE BILLING | \$1,826.00 |
| 81 | 64200170 | AMBULANCE BILLING | \$2,682.00 |
| 82 | 64200172 | AMBULANCE BILLING | \$1,883.00 |
| 83 | 64200179 | AMBULANCE BILLING | \$1,845.00 |
| 84 | 64204461 | AMBULANCE BILLING | \$1,891.00 |
| 85 | 64204475 | AMBULANCE BILLING | \$1,902.00 |
| 86 | 64207657 | AMBULANCE BILLING | \$1,845.00 |
| 87 | 64207681 | AMBULANCE BILLING | \$2,158.00 |
| 88 | 64207684 | AMBULANCE BILLING | \$1,845.00 |
| 89 | 64207688 | AMBULANCE BILLING | \$1,826.00 |
| 90 | 64207692 | AMBULANCE BILLING | \$1,872.00 |
| 91 | 64207707 | AMBULANCE BILLING | \$1,872.00 |
| 92 | 64213109 | AMBULANCE BILLING | \$1,826.00 |
| 93 | 64213116 | AMBULANCE BILLING | \$1,864.00 |
| 94 | 64213121 | AMBULANCE BILLING | \$1,853.00 |
| 95 | 64213128 | AMBULANCE BILLING | \$1,826.00 |
| 96 | 64213130 | AMBULANCE BILLING | \$1,788.00 |
| 97 | 64215459 | AMBULANCE BILLING | \$1,853.00 |
| 98 | 64215515 | AMBULANCE BILLING | \$1,825.00 |
| 99 | 64220043 | AMBULANCE BILLING | \$1,845.00 |
| 100 | 64220051 | AMBULANCE BILLING | \$1,872.00 |
| 101 | 64220059 | AMBULANCE BILLING | \$1,864.00 |
| 102 | 64220075 | AMBULANCE BILLING | \$1,883.00 |



FY 2022/2023

City of Manhattan Beach

Summary of Write-Offs (Not to Exceed \$5,000)

Miscellaneous Accounts Receivable, Utility Billing & Ambulance

Period Covering July 1, 2022 - September 30, 2022

| | | | |
|------------------------------|----------|---------------------------------|---------------------|
| 103 | 64220076 | AMBULANCE BILLING | \$1,826.00 |
| 104 | 64220081 | AMBULANCE BILLING | \$1,845.00 |
| 105 | 64270882 | AMBULANCE BILLING | \$1,872.00 |
| 106 | 64270889 | AMBULANCE BILLING | \$1,826.00 |
| 107 | 64376966 | AMBULANCE BILLING | \$1,853.00 |
| 108 | 64376972 | AMBULANCE BILLING | \$1,777.00 |
| 109 | 64376983 | AMBULANCE BILLING | \$2,712.00 |
| 110 | 64419230 | AMBULANCE BILLING | \$1,826.00 |
| 111 | 64420288 | AMBULANCE BILLING | \$1,845.00 |
| 112 | 64420305 | AMBULANCE BILLING | \$2,693.00 |
| 113 | 64420306 | AMBULANCE BILLING | \$1,826.00 |
| 114 | 64444324 | AMBULANCE BILLING | \$2,796.00 |
| | | TOTAL AMBULANCE ACCOUNTS | \$200,397.53 |
| SUBTOTAL ALL ACCOUNTS | | | \$229,958.82 |

Date:

Finance Director:
