



**CITY OF
TEMPLE CITY** **COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

FISCAL YEAR ENDED JUNE 30, 2015



9701 Las Tunas Dr., Temple City, CA 91780 | (626) 285-2171

**TEMPLE
CITY**

CITY OF TEMPLE CITY CALIFORNIA

**Comprehensive Annual
Financial Report**

**Fiscal Year Ended
June 30, 2015**

**CITY OF TEMPLE CITY,
CALIFORNIA
Comprehensive Annual Financial Report
Year Ended June 30, 2015**

**Prepared by:
ADMINISTRATIVE SERVICES DEPARTMENT
Tracey L. Hause
Administrative Services Director**

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9701 LAS TUNAS DRIVE □ TEMPLE CITY □ CA 91780 □ (626) 285-2171

December 16, 2015

To the Honorable City Council,

The Comprehensive Annual Financial Report (CAFR) of the City of Temple City (“City”) for the year ended June 30, 2015, is hereby submitted as mandated by applicable State of California statutes. These statutes require that the City annually issue a report on its financial position and activity, and that an independent firm of certified public accountants audit this report. Responsibilities for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures rests with the City’s management. The information in this report is intended to present the reader with a comprehensive view of the City’s financial position and the results of its operations for the fiscal year ending June 30, 2015, along with additional disclosures and financial information designed to enable the reader to gain an understanding of the City’s financial activities.

Vasquez & Company, LLP, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the City’s financial statements for the year ended June 30, 2015. The independent auditor concluded, based upon the audit that the City’s financial statements for the fiscal year ended June 30, 2015 are fairly presented in conformity with generally accepted accounting principles (GAAP). The auditor’s report is presented as the first component of the financial section of this report. Generally accepted accounting principles also require that management provide a narrative introduction, overview and analysis of the basic financial statements in the form of Management’s discussion and analysis (MD&A). It can be found following the independent auditor’s report.

PROFILE OF THE GOVERNMENT

The City is centrally located in the west San Gabriel Valley approximately 13 miles east of downtown Los Angeles and is in Los Angeles County. The City was incorporated on May 25, 1960 under the general laws of the State of California. On April 16, 1971, the City adopted Resolution No. 71-1084 declaring it a charter city. The City is approximately 3.85 square miles and is surrounded by the cities of Arcadia, San Gabriel, El Monte, Rosemead and unincorporated portions of Los Angeles County. The 2010 U.S. Census Bureau indicates a total population of 35,558. The City is predominately a residential community with over 10,000 residential parcels. The City operates under the Council – Manager Form of government and contracts for many of its public services including law enforcement.

LOCAL ECONOMY

The County of Los Angeles (County) has seen significant job growth in the last few years, with nearly 100,000 jobs added last year and about the same expected this year. With a 2.5% average annual increase during the first part of 2015, the County has consistently outpaced the nation in job growth. This has driven the unemployment rate down to 7.1% in July (seasonally adjusted), a full percentage point below July 2014 and the lowest since mid-2008. Total personal income increased by 4.2% in 2014, and is expected to grow at the same rate both this year and in 2016. With negligible inflation this year, there are significant gains in purchasing power. Gains will be more

modest next year, with inflation expected at 2.2%. Similarly, per capita income will climb by 3.5% this year and 3.8% next year, after a 3.8% increase in 2014. Since much of the gain in income is expected to be spent, local consumption as measured by total taxable sales will rise by 4.6% this year and by 7.9% next year, following an increase of 7.1% in 2014. This means local sales and use tax revenues will continue to climb, putting local government agencies on a sounder financial footing. Throughout much of the state, the housing market saw a bounce in 2015. Los Angeles County was no exception. The median sales price of a home in Los Angeles County was \$492,000 in July, up 4.7% compared with a year earlier. Moreover, sales of homes increased 9.6% year-to-date through the first July 2015, putting the market on track to surpass last year's total and match or surpass the 2013 sales total, which was the strongest year of the last eight years.

MAJOR ACCOMPLISHMENTS

The City of Temple City is and strives to continuously be a Great Public Service Oriented Organization – and works toward be recognized by its citizens and its stakeholders for its innovative and exceptional service to the community. Accomplishments for the Fiscal Year (FY) 2014-15 include:

Vision and Long-Range Planning

- Continued the General Plan process, which establishes both vision and policies to guide the physical development of Temple City through 2050.
- Public Art Commission established and is working on a program creating Art in Public Places.
- Undertook a comprehensive facility master plan for the City's existing parks.

Sound Fiscal Policy

- Completed performance based budgeting, which aligns limited resources with community priorities to provide sound basis for long-term funding decisions.
- Completed the fiscal health model providing for comprehensive forecasting of revenues and expenditures.
- Continued to receive unmodified (i.e., "clean") audit findings on the City's financial reporting via enhanced fiscal controls and checks and balances.
- Received recognition for excellence in financial reporting from Government Finance Officers Association of the United States and Canada.
- Realized increases in investment returns against a national trend of flat interest rates.
- Successfully negotiated a two year Memorandum of Understanding (through June 30, 2016) with Temple City Employees' Association.
- Fulfilled Community Development Block Grant (CDBG) program drawdown requirement and avoided recapture of funds.

Public Health and Safety

- Continued emergency preparation and training for residents through the Community Emergency Response Team (CERT).
- Continued the successful Neighborhood Watch Program including monthly neighborhood meetings.
- Completed relocation and outfitting of the new Emergency Operations Center in the Civic Center building.
- Completed traffic safety enhancements on Muscatel Avenue.
- Installed sidewalks, curb ramps, and pedestrian safety enhancements around nine schools through the Safe Routes to School grant program.

Basic City Services

- Implemented an Electronic Content Manage System. All City Council and Commission Resolutions, Ordinances and Meeting Minutes since the inception of the City, 1960, are now available to the public.
- Building plan checks now completed in-house with shorter approval times.

Quality of Life

- Saw sustained growth in property tax revenue, affirming effectiveness of the City and community's collaborative approach to neighborhood enhancement.
- Celebrated 71 years of the Camellia Festival.
- Continued to secure sponsorships to enhance the summer Concerts in Parks.
- City continues to applaud and recognize volunteers for lending helping hands.
- Applied for and was awarded a grant for the installation of a rubberized walking/jogging path at Live Oak Park.
- Hosted Neighborhood Cleanup Day in northwest area of city.

Citizen Education/Communication

- Continuation of Citizen's Academy, a signature program that educates and engages community members on City Hall processes and platforms.
- Updated the City's Website for a more user friendly experience.

- Improved public meetings page integrates multimedia functions.
- Online agendas now linked to video of Council discussion, action.

Sustainable Infrastructure

- Continued implementation of the Pavement Management Program by resurfacing about 20 street segments in conjunction with Safe Routes to School pedestrian improvements.
- Completed a project at Live Oak Park to convert 23 existing HID walkway lights to more energy efficient LED lights.

OTHER FINANCIAL INFORMATION

Internal Control

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. The internal control structure is designed to protect the City's assets from loss, theft, or misuse and to ensure that adequate accounting data is compiled for the preparation of financial statements in conformity with GAAP. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements.

Budgetary and Accounting System

The City is required to adopt a budget for the following year before the end of each fiscal year. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. The City's budgetary control is maintained at the individual departmental level and any change in the adopted appropriations by a department requires approval from the City Manager and/or City Council.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Report to the City of Temple City for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2014. This was the third year that Temple City has received this prestigious award. In order to be awarded a Certificate of Achievement, a report must be published that satisfies both GAAP and applicable legal requirements.

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

The City's CAFR was prepared through combined efforts of City staff. Special recognition is due the Administrative Services Department staff for their effort to ensure timely and accurate reporting. I would also like to thank the City Council and the City Manager for their continued support and interest in planning and conducting the financial operations of the City in a responsible and progressive manner.

Sincerely,

A handwritten signature in black ink that reads "Tracey L. Hause". The signature is written in a cursive style with a large, stylized initial 'T'.

Tracey L. Hause
Administrative Services Director

**City of Temple City, California
List of Elected Officials and Management Personnel
June 30, 2015**

City Council

Tom Chavez, Mayor

Vincent Yu, Mayor Pro Tempore

Cynthia Sternquist, Councilmember

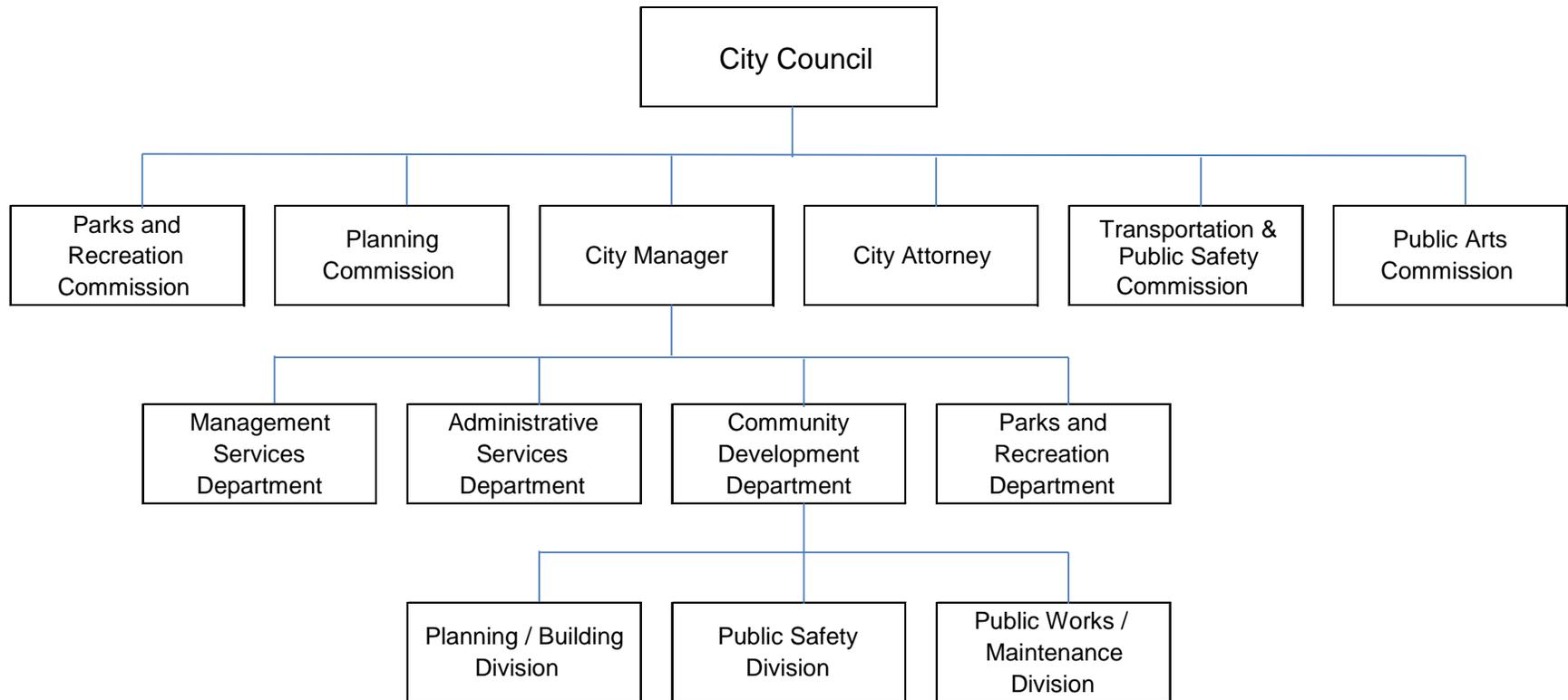
Nanette Fish, Councilmember

William Man, Councilmember

Administration and Department Heads

City Manager	Bryan Cook
Administrative Services Director	Tracey L. Hause
Assistant to the City Manager/Economic Development Manager	Brian S. Haworth
City Clerk	Peggy Kuo
Community Development Director	Michael D. Forbes
Parks and Recreation Director	Cathy Burroughs

Organizational Chart





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Temple City
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

REPORT OF INDEPENDENT AUDITORS

The Honorable Mayor and the Members of the City Council City of Temple City, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Temple City, California (the City), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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



Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, where applicable, as of June 30, 2015, and the respective changes in financial position, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 10 and budgetary comparison information and pension and other postemployment benefit plans information on pages 62 through 69 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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



Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2015, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Vasquez + Company LLP

**Los Angeles, California
December 16, 2015**

The following discussion and analysis of the City of Temple City's financial performance provides an overview of the financial activities for the fiscal year ended June 30, 2015. Readers are encouraged to consider the information presented here in conjunction with the accompanying basic financial statements.

Financial Highlights

Government-wide Financial Statements:

- The City's net position increased by \$3.2 million from \$65.3 million (as restated) as of June 30, 2014, to \$68.6 million as of June 30, 2015, as a result of this year's operations;
- The total revenue from all sources was \$21.2 million;
- The total cost of all City programs was \$18.0 million; and
- The City's total debt increased by \$477 thousand during the current fiscal year. The key factors in this increase are the net increase in Other Post Employment Benefits (OPEB) obligation of \$440 thousand and the net increase in the compensated absences liability by \$37 thousand.
- The City reported a net pension liability amounting to \$4.1 million as of the end of the fiscal year 2014-15 as a result of implementing GASB Statement No, 68.

Fund Financial Statements:

- As of June 30, 2015, the City's governmental funds reported combined ending fund balances of \$24.3 million, an increase of \$4 million over the prior fiscal year. Approximately \$1.5 million of the \$24.3 million balance is unassigned and is available for spending at the government's discretion;
- As of June 30, 2015, the total fund balance of the City's General Fund was \$20 million, an increase of \$2.0 million from the prior year level of \$18 million; and
- In the General Fund, revenues exceeded expenditures by \$2.4 million, before other financing sources/uses.

Implementation of New Accounting Pronouncements - During the fiscal year ended June 30, 2015, the City implemented the following new Statements of the Governmental Accounting Standards Board (GASB): GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statements No. 27 and 50* and GASB Statement No. 71, *Pension Transition for Contributions made subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. These statements required the City to report unfunded pension liability in the City's financial statements starting in fiscal year 2014-2015.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Temple City's basic financial statements. The City of Temple City's Comprehensive Annual Financial Report (CAFR) is comprised of three components: Introduction, Financial Section and Statistical Section.

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

The *government-wide financial statements* include not only the City, but also all legal entities for which the City is financially accountable, including the Successor Agency Private-Purpose Trust.

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

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

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

Fund financial statements. A *fund* is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Temple City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Temple City are governmental funds.

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

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

The City of Temple City maintains two individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the statement of revenues, expenditures, and changes in fund balances for the General Fund and Capital Improvement Fund, both of which are considered to be major funds.

The City of Temple City adopts an annual appropriated budget. A budgetary comparison statement has been provided to demonstrate compliance with this budget.

Proprietary funds. The City maintains only one category of a proprietary fund, an internal service fund. The Self Insurance Fund accounts for goods and services related to insurance premiums by one department to other departments on a cost reimbursement basis.

Agency funds. The City also maintains two Agency funds to account for assets held by the City as an agent for the Successor Agency and the resources held and administered by the City of Temple City in a fiduciary capacity acting as the Successor Agency to the former Temple City Redevelopment Agency.

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

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budget comparison schedules for the General Fund and each major revenue fund and progress in funding its obligation to provide pension benefits to its employees.

Government-wide Financial Analysis

Our analysis focuses on the net position and changes in net position of the City's governmental activities for the fiscal year ended June 30, 2014 and 2015.

Net position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position.

The City's net position decreased by \$2.0 million during FY 2014-15. Total revenues exceeded the total expenses by \$3.2 million during the year. However, the City's beginning net position was reduced by \$5.1 million to retroactively report the effect of implementing GASB Statement No. 68.

The largest portion of the City's net position is its investment in capital assets (e.g. land, infrastructure, building and equipment) representing 76% of its total net position. The City uses these capital assets to provide services to citizens; consequently these assets are not available for future spending. A portion of the City's net position, \$4.9 million or 7%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets of \$11.2 million or 17% may be used to meet the government's ongoing obligations to citizens and creditors.

City of Temple City Condensed Statement of Net Position

	2015	2014	Increase (Decrease)
Current and other assets	\$ 28,893,134	\$ 25,012,243	\$ 3,880,891
Capital assets	52,166,900	51,168,623	998,277
Total assets	81,060,034	76,180,866	4,879,168
Deferred outflows of resources	599,617	-	599,617
Current and other liabilities	4,256,003	2,789,568	1,466,435
Long-term liabilities	7,394,963	2,849,816	4,545,147
Total liabilities	11,650,966	5,639,384	6,011,582
Deferred inflows of resources	1,457,770	-	1,457,770
Net position, investment in capital assets	52,166,900	51,168,623	998,277
Restricted	4,898,508	4,083,955	814,553
Unrestricted	11,485,507	15,288,904	(3,803,397)
Total net position	\$ 68,550,915	\$ 70,541,482	\$ (1,990,567)

City of Temple City
Management's Discussion and Analysis
June 30, 2015

Statement of Activities. Governmental activities increased the City's net position by \$3.2 million for FY 2014-15. The total revenue for the fiscal year is \$21.2 million, which is an increase of \$1.1 million from the prior year. The total expenses increased by \$618 thousand to \$18 million from the prior year total of \$17.4 million.

The net position balance at the beginning of fiscal year 2015 was restated to retroactively report the net pension liability as of the beginning of the fiscal year as a result of implementing GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The net pension liability reported at the beginning of the fiscal year was \$5.1 million. For purposes of presenting the summarized comparative statement of activities in this section of the report, the 2014 financial statements were not restated due to lack of information. The following table presents the comparative revenue and expenditure data for fiscal years ended June 30, 2015 and 2014.

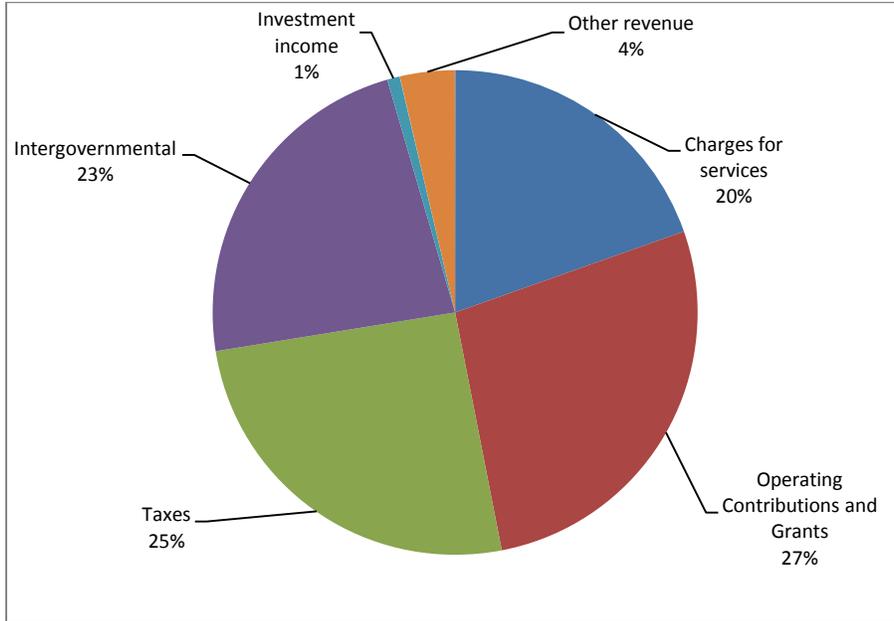
City of Temple City
Condensed Statement of Changes in Net Position

	2015	2014	Increase (Decrease)
Revenues			
Program revenues			
Charges for services	\$ 4,159,576	\$ 3,677,816	\$ 481,760
Operating contributions and grants	5,806,068	7,381,556	(1,575,488)
General revenues			
Taxes	5,422,265	5,113,739	308,526
Intergovernmental	4,896,280	3,483,825	1,412,455
Investment income	180,197	203,571	(23,374)
Other revenue	778,693	237,723	540,970
Total revenues	21,243,079	20,098,230	1,144,849
Expenditures			
General government	3,663,847	3,512,190	151,657
Community development	3,314,298	2,222,569	1,091,729
Public safety	5,005,641	5,718,966	(713,325)
Public works	3,065,241	2,970,264	94,977
Community services	2,940,626	2,947,479	(6,853)
Total expenditures	17,989,652	17,371,468	618,184
Increase in net position	3,253,427	2,726,762	526,665
Net position, beginning of year	65,297,488	67,814,720	(2,517,232)
Net position, end of year	\$ 68,550,915	\$ 70,541,482	\$ (1,990,567)

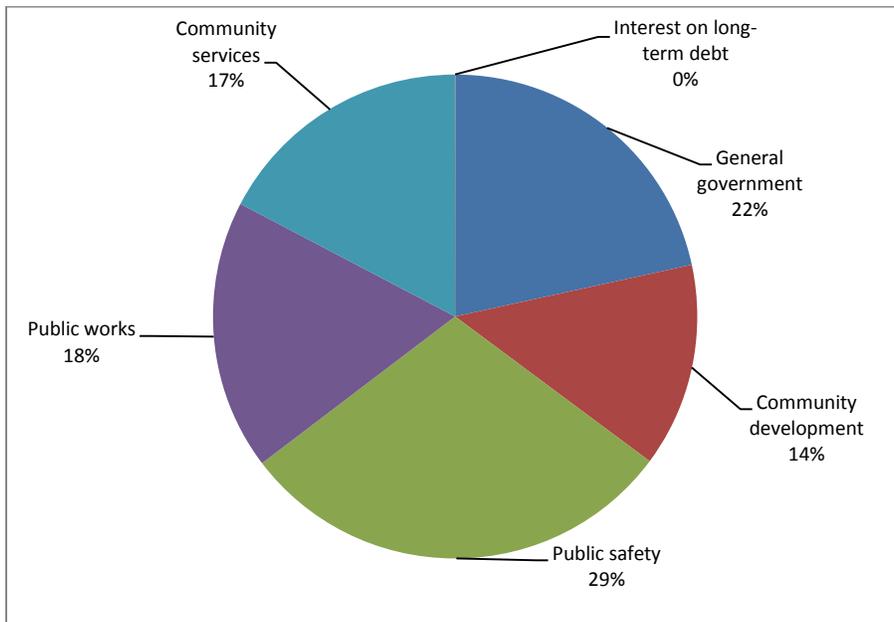
Key elements of the significant revenues in FY 2014-15 are as follows:

- Taxes are comprised of sales tax, property tax, franchise and transient occupancy taxes. Total taxes increased primarily because of a significant increase in property tax and sales tax.
- During the year, grant funds were less than the prior year as reimbursements for the improvements of Rosemead Boulevard Beautification Project were significant in FY 2013-14.
- Intergovernmental revenue, i.e., Motor Vehicle In-Lieu Tax from the State of California, also realized an increase.

Revenues by Source- Governmental Activities



The following chart represents the cost of each of the City's operations – general government, community development, public safety, public works, community services, and interest on long-term debt.



Expenses of the governmental activities totaled \$17.0 million, which is a decrease of \$382 thousand or 2.2% from the prior year. Most expenses of the various governmental activities increased during the year, which include community development (\$91 thousand), general government (\$152 thousand), and public works (\$94 thousand). Public Safety decreased during the year (\$713 thousand) as well as community services (\$7 thousand).

Financial Analysis of the City's Funds

The City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. This section provides an analysis and discussion of individual funds and fund types presented in the fund financial statements.

Governmental Funds. The City of Temple City's governmental funds reported a combined fund balance of \$24.3 million at the end of the fiscal year.

The General Fund's fund balance increased by \$2.0 million during the FY 2014-15. The General Fund revenues of \$15.2 million exceeded General Fund expenditures of \$12.7 million which provided for an excess of revenues over expenditures of \$2.4 million. Further, after the net transfers out, primarily for capital projects, the General Fund realized an increase in fund balance of \$2.0 million. Primary revenue sources for this fund are sales tax, property tax and motor vehicle in lieu. The General Fund is responsible for general services of the City. This includes public safety, public works, community development, community services and administration. The largest expenditure is for public safety, which was \$4.9 million for FY 2014-15.

Proprietary Funds. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Proprietary Fund, assets exceeded liabilities by \$305 thousand. This Fund accounts for insurance premium transactions. Since this fund has been declining without a dedicated revenue stream, management will be evaluating this fund's activities during the FY 2016-17 City Budget process.

General Fund Financial and Budgetary Highlights

The General Fund is the chief operating fund of the City. The fund balance reported an increase of \$2 million at June 30, 2015. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 26% of total General Fund expenditures, while total fund balance represents 157% of that same amount.

Revenues: Actual revenue received was higher than the final budget by \$1.7 million.

Expenditures: Actual expenditures were lower than the final budget by \$2 million largely due to operations and multi-year projects that have yet to be completed, i.e., the General Plan Update.

Capital Assets and Debt Administration

Capital Assets. As shown in the following table, as of June 30, 2015, the City of Temple City had \$52 million invested in capital assets, including land, buildings, improvements, furniture and equipment, vehicles and infrastructure. See Note 7 for additional information.

Capital Assets at Year-End

		Governmental Activities
Land and land rights	\$	13,614,730
Construction in progress		22,889,688
Buildings and improvements		14,312,907
Furniture and equipment		892,325
Vehicles		1,284,045
Infrastructure		14,088,757
Subtotal		67,082,452
Less Depreciation		(14,915,552)
Net total, capital assets	\$	52,166,900

Long-term Debt. In December 1993, the Temple City Financing Authority (Authority) issued \$1,400,000 of Serial Bonds and two issues of Term Bonds totaling \$3,245,000 for a total amount of \$4,645,000. In September 2005, the Temple City Financing Authority issued \$5,780,000 of Serial Bonds and \$2,220,000 of Term Bonds to be paid from tax increment revenues. The Authority issued the 2005 Refunding Revenue Bonds to refund 1993 loan and made a new loan to the Agency. With the dissolution of the Temple City Community Redevelopment Agency and the Temple City Financing Authority, the long-term debt was transferred to the Private-Purpose Trust (see Note 15). The outstanding principal amount on the bonds of \$5,605,000 is no longer considered an obligation of the City.

Other Long-term liabilities. Other long-term liabilities of the City are comprised of compensated absences, the net pension liability and net OPEB obligation. The net OPEB obligation pertains to unfunded annual required contributions accrued as of June 30, 2015. A summary of other long-term liabilities follows:

		Governmental Activities
Net OPEB Obligation	\$	3,136,066
Net pension liability		4,072,235
Compensated absences		186,662
Total	\$	7,394,963

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Administrative Services Department, at the City of Temple City, 9701 Las Tunas Drive, Temple City, CA. 91780, (626) 285-2171.

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

**City of Temple City
Statement of Net Position
June 30, 2015**

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 24,149,678
Accounts receivable	589,735
Interest receivable	13,916
Due from government agencies	2,581,627
Loans receivable	1,149,094
Prepaid items	409,084
Capital assets:	
Capital assets, not being depreciated	36,504,418
Capital assets, being depreciated, net of accumulated depreciation	<u>15,662,482</u>
Total assets	<u>81,060,034</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>599,617</u>
LIABILITIES	
Accounts payable	2,965,927
Accrued payroll	268,589
Interest Payable	835
Refundable deposits	999,912
Long-term liabilities:	
Portion due within one year:	
Compensated absences	20,740
Portion due beyond one year:	
Net pension liability	4,072,235
Compensated absences	186,662
Net OPEB obligation	<u>3,136,066</u>
Total liabilities	<u>11,650,966</u>
DEFERRED INFLOWS OF RESOURCES	<u>1,457,770</u>
NET POSITION	
Net investment in capital assets	52,166,900
Restricted for:	
Education scholarship	170,212
Special revenue funds	4,728,296
Unrestricted	<u>11,485,507</u>
Total net position \$	<u><u>68,550,915</u></u>

See notes to financial statements.

**City of Temple City
Statement of Activities
Year ended June 30, 2015**

	Program Revenues				
Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants	Net Governmental Activities	
Governmental Activities					
General government	\$ 3,663,847	\$ 168,420	\$ 8,089	\$ -	\$ (3,487,338)
Community development	3,314,298	1,953,925	785,166	-	(575,207)
Public safety	5,005,641	469,919	106,230	-	(4,429,492)
Public works	3,065,241	978,835	4,679,133	-	2,592,727
Community services	2,940,626	588,477	227,450	-	(2,124,699)
Total Governmental Activities	\$ 17,989,652	\$ 4,159,576	\$ 5,806,068	\$ -	\$ (8,024,008)
General revenues					
Taxes:					
Property taxes					
					2,728,718
Sales taxes					
					1,873,423
Transient occupancy taxes					
					53,612
Franchise taxes					
					590,620
Other taxes					
					175,892
Investment income					
					180,197
State motor vehicle in lieu					
					4,887,322
State revenue - other					
					8,958
Other revenue					
					778,693
Total general revenues					11,277,435
Change in net position					3,253,427
Net position - beginning as restated					65,297,488
Net position - ending					\$ 68,550,915

See notes to financial statements.

FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements
Proprietary Fund Financial Statements
Fiduciary Fund Financial Statements

**GOVERNMENTAL FUND
FINANCIAL STATEMENTS**

Major Governmental Funds

General Fund

The General Fund has been classified as a major fund and is used to account for all of the general revenues of the City not specifically levied or collected for some special purpose, and for the expenditures related to the rendering of general services by the City. The General Fund is used to account for all resources not required to be accounted for in another fund.

Capital Improvement Fund

The Capital Improvement Fund is used to account for funds received from the various special revenue funds to finance various capital improvements and projects.

Nonmajor Governmental Funds

Nonmajor governmental funds include the Special Revenue Funds and the Permanent Fund. Since total assets, liabilities, revenues or expenditures of these funds do not exceed 10% of total governmental funds, they do not meet the criteria to be classified as major funds.

**City of Temple City
Governmental Funds
Balance Sheet
June 30, 2015**

	General Fund	Capital Projects City-Wide Capital Improvements	Nonmajor Governmental Funds	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets				
Cash and investments	\$ 19,008,408	\$ -	\$ 4,835,619	\$ 23,844,027
Accounts receivable	277,772	-	311,963	589,735
Interest receivable	13,813	-	103	13,916
Due from other funds	1,134,880	-	-	1,134,880
Due from fiduciary funds	1,241,855	-	-	1,241,855
Due from other governments	374,620	-	965,152	1,339,772
Prepaid items	409,084	-	-	409,084
Loans receivables	60,875	-	1,088,219	1,149,094
Total assets	\$ 22,521,307	\$ -	\$ 7,201,056	\$ 29,722,363
Deferred outflows of resources	-	-	-	-
Total assets and deferred outflows of resources	\$ 22,521,307	\$ -	\$ 7,201,056	\$ 29,722,363
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 1,163,489	\$ 1,722,989	\$ 79,449	\$ 2,965,927
Accrued payroll	268,589	-	-	268,589
Interest payable	835	-	-	835
Due to other funds	-	-	1,134,880	1,134,880
Refundable deposits	999,912	-	-	999,912
Total liabilities	2,432,825	1,722,989	1,214,329	5,370,143
Deferred inflows of resources				
Unavailable revenue	61,875	-	-	61,875
Total deferred inflows of resources	61,875	-	-	61,875
Fund balances				
Nonspendable				
Prepaid items	409,084	-	-	409,084
Loans receivable	-	-	1,088,219	1,088,219
Restricted	-	-	4,898,508	4,898,508
Committed	3,500,000	-	-	3,500,000
Assigned	12,868,392	-	-	12,868,392
Unassigned				
General funds	3,249,131	-	-	3,249,131
Capital projects	-	(1,722,989)	-	(1,722,989)
Total fund balances	20,026,607	(1,722,989)	5,986,727	24,290,345
Total liabilities, deferred inflows of resources and fund balances	\$ 22,521,307	\$ -	\$ 7,201,056	\$ 29,722,363

See notes to financial statements.

City of Temple City
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2015

Fund balance of governmental funds	\$ 24,290,345
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.	
Cost of capital assets, not being depreciated	36,504,418
Cost of capital assets, being depreciated	30,578,034
Accumulated depreciation	(14,915,552)
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as governmental fund liabilities. All liabilities (both current and long-term) are reported in the Statement of Net Assets.	
Compensated absences	(207,402)
Net OPEB obligation	(3,136,066)
Net pension liability	(4,072,235)
Deferred outflows of resources related to pensions are not considered financial resources and are not reported in the governmental funds.	599,617
Deferred inflows of resources related to pensions are not available to for current period expenses and are not reported in the governmental funds.	(1,457,770)
Unavailable revenue balances relating to certain long-term receivable are not available resources in the governmental funds.	61,875
The Internal Service Fund is used by management to charge the costs of self-insurance activities to individual funds. The cash and investments of the Internal Service Fund are included in governmental activities in the Statement of Net Assets because it primarily services governmental activities of the City.	305,651
Net assets of governmental activities	\$ 68,550,915

See notes to financial statements.

**City of Temple City
Governmental Funds**

Statement of Revenues, Expenditures, and Changes in Fund Balances
Year ended June 30, 2015

	General Fund	Capital Projects		Total
		City-Wide Capital Improvements	Nonmajor Governmental Funds	
Revenues				
Taxes	\$ 5,422,265	\$ -	\$ 1,255,955	\$ 6,678,220
Licenses and permits	1,844,793	-	-	1,844,793
Intergovernmental	4,895,411	-	4,069,141	8,964,552
Charges for services	1,527,116	-	677,762	2,204,878
Fines	433,102	-	14,410	447,512
Investment income	148,086	-	5,255	153,341
Rental income	89,116	-	-	89,116
Other	819,206	-	41,461	860,667
Total revenues	15,179,095	-	6,063,984	21,243,079
Expenditures				
Current:				
General government	3,393,501	-	-	3,393,501
Community development	1,885,003	-	(41,422)	1,843,581
Public safety	4,878,406	-	-	4,878,406
Public works	617,429	99,217	2,029,516	2,746,162
Community services	1,960,414	-	706,963	2,667,377
Capital outlay	-	1,665,752	-	1,665,752
Total expenditures	12,734,753	1,764,969	2,695,057	17,194,779
Excess (deficiency) of revenues over expenditures	2,444,342	(1,764,969)	3,368,927	4,048,300
Other financing sources (uses)				
Transfers in	412,890	1,764,969	735,635	2,913,494
Transfers out	(836,140)	-	(2,077,354)	(2,913,494)
Net other financing sources (uses)	(423,250)	1,764,969	(1,341,719)	-
Net change in fund balance	2,021,092	-	2,027,208	4,048,300
Fund balance, beginning of year as restated	18,005,515	(1,722,989)	3,959,519	20,242,045
Fund balance, end of year	\$ 20,026,607	\$ (1,722,989)	\$ 5,986,727	\$ 24,290,345

See notes to financial statements.

**City of Temple City
Governmental Funds**

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities**

Year ended June 30, 2015

Net change in Fund Balances - total governmental funds before extraordinary items \$ 4,048,300

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

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balance decreases by the amount of financial resources expended, whereas net assets decreased by the amount of depreciation expenses charged for the year.

Capital outlay	795,247
Depreciation expense	203,030

Expenses in the Statement of Activities are increased by the City's actuarially determined annual required contribution for its other postemployment benefits whereas the governmental funds only report the actual cash payments the City made for insurance premiums on behalf retirees and their eligible family members.

Other post employment benefits	(439,747)
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences	(36,850)
Pension expense	189,172

Accrued but unpaid interest on loans is recorded as unavailable revenue in the governmental funds but is recognized as income in the Statement of Activities.

(1,362,571)

The Internal Service Fund is used by management to charge the costs of self insurance activities to individual funds. The adjustments for the Internal Service Fund "close" the fund by charging additional amounts to participating governmental activities to completely cover the Internal Service Fund's costs for the year.

<u>(143,154)</u>

Change in net assets of governmental activities before extraordinary items	\$ <u><u>3,253,427</u></u>
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See notes to financial statements.

**PROPRIETARY FUND
FINANCIAL STATEMENTS**

Internal Service Fund

Self Insurance Fund

To account for goods and services relating to insurance premiums provided by one department to other departments on a cost reimbursement basis.

See notes to financial statements.

City of Temple City
Statement of Net Position
Proprietary Fund
June 30, 2015

	Self Insurance Internal Service Fund <u>Totals</u>
ASSETS	
Cash and investments	\$ <u>305,650</u>
Total assets	<u>305,650</u>
LIABILITIES	
Due to other governments	<u>-</u>
Total liabilities	<u>-</u>
NET ASSETS	
Unrestricted	<u>305,650</u>
Total net position	\$ <u><u>305,650</u></u>

See notes to financial statements.

City of Temple City
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund
Year ended June 30, 2015

	Self Insurance Internal Service Fund <hr/> Totals <hr/>
Operating revenues:	
Intergovernmental	\$ 49,187
Total operating revenues	<u>49,187</u>
Operating expenses:	
Insurance premiums	<u>192,341</u>
Total operating expenses	<u>192,341</u>
Change in net position	(143,154)
Net position at beginning of year	<u>448,804</u>
Net position at end of year	<u>\$ <u>305,650</u></u>

See notes to financial statements.

**City of Temple City
Statement of Cash Flows
Proprietary Fund
Year ended June 30, 2015**

		Self Insurance Internal Service Fund
		<u>Totals</u>
Cash flows from operating activities:		
Cash payments to suppliers for goods and services	\$	(192,341)
Cash received for operating activities		<u>49,187</u>
Net cash used in operating activities		<u>(143,154)</u>
 Change in cash and cash equivalents		 (143,154)
 Cash and cash equivalents at beginning of year		 <u>448,804</u>
Cash and cash equivalents at end of year	\$	<u><u>305,650</u></u>

Operating loss reconciles with the net cash used in operating activities at June 30, 2015.

Noncash transactions:

There were no significant noncash investing, capital or financing activities during the year ended June 30, 2015.

See notes to financial statements.

**FIDUCIARY FUNDS
FINANCIAL STATEMENTS**

Agency Fund

To account for maintenance fees held by the City as an agent for the Successor Agency. This fund was an agency fund of the former redevelopment agency.

Successor Agency Private-purpose Trust Fund

To account for the resources held and administered by the City of Temple City in a fiduciary capacity acting as the Successor Agency to the former Temple City Redevelopment Agency.

City of Temple City
Statement of Fiduciary Net Position
June 30, 2015

	Successor Agency Private-purpose Trust Fund	Agency Fund
ASSETS		
Cash and investments	\$ 1,781,542	\$ -
Cash with fiscal agent	627,225	-
Accounts receivable	-	23,688
Total assets	2,408,767	23,688
LIABILITIES		
Accounts payable	10,740	4,692
Interest payable	92,775	-
Due to City of Temple City	1,222,859	18,996
Advances from the City of Temple City	3,703,805	-
Refunding Revenue Bonds, Series 2005	5,245,000	-
Total liabilities	10,275,179	\$ 23,688
FIDUCIARY NET POSITION (DEFICIT)		
Net position (deficit)	\$ (7,866,412)	

City of Temple City
Statement of Changes in Fiduciary Net Position
Successor Agency to the Former Temple City Community Redevelopment Agency
Private-Purpose Trust Fund
Year ended June 30, 2015

Additions:		
Tax increment		\$ <u>744,592</u>
	Total additions	<u>744,592</u>
Deductions:		
Administration		30,025
Professional fees		13,441
Pass-through fees		1,210,271
Debt service:		
Interest expense		<u>256,095</u>
	Total deductions	<u>1,509,832</u>
	Change in net position	(765,240)
Fiduciary net position (deficit) at beginning of year		<u>(7,101,172)</u>
Fiduciary net position (deficit) at end of year		<u><u>\$ (7,866,412)</u></u>

See notes to financial statements

**NOTES TO
FINANCIAL STATEMENTS**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Reporting Entity

The City of Temple City (the City) was incorporated on May 25, 1960 under the general laws of the State of California. On April 16, 1971 the City adopted resolution number 71-1084 declaring itself a charter city. The City operates under the Council - Manager form of government.

The City provides the following services as authorized by its general laws: Public Safety, Highways and Streets, Health and Sanitation, Cultural and Park Facilities, Public Improvements, Planning, Recreation and General Administrative Services.

The accounting policies of the City conform to generally accepted accounting principles as applicable to governments. As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body and the City is able to impose its will on that organization or there is a potential for that organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable if an organization is fiscally dependent (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the City). In certain cases, other organizations are included as component units if the name and significance of their relationship with the City are such that their exclusion would cause the City's financial statements to be misleading or incomplete.

All of the City's component units are considered to be blended component units. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are reported with the interfund data of the primary government. The following organization is considered to be a component unit of the City:

City of Temple City Housing Authority

The City of Temple City Housing Authority (Housing Authority) was established on November 1, 2005, pursuant to the State of California Health and Safety Code 34200 entitled, "Housing Authority Law." The purpose of the Housing Authority is to provide safe and sanitary dwelling accommodations to persons of low income in the City. Even though it is legally separated, it is reported as if it is part of the City because the City Council also serves as the governing board of the Housing Authority and the City has operational responsibility of the Housing Authority. No separate financial statements are issued for the Housing Authority.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting and Measurement Focus

The basic financial statements of the City are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to basic financial statements

Government-wide Financial Statements

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended component units), as well as its discretely presented component units. The City has no business-type activities or discretely presented component units. Eliminations have been made in the Statement of Activities so that certain allocated expenses are recorded only once (by the function to which they were allocated). However, general government expenses have not been allocated as indirect expenses to the various functions of the City.

Government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Under the economic resources measurement focus, all (both current and long-term) economic resources and obligations of the reporting government are reported in the government-wide financial statements. The basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transaction are recognized in accordance with the requirements of GASB Statement No. 33.

Program revenues include charges for services, operating contributions and grants, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as another financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expenditure.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements

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

Fund financial statements for the primary government's governmental, proprietary and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually and nonmajor funds in the aggregate for governmental funds. Fiduciary fund statements include financial information for fiduciary funds and similar component units. The Fiduciary Fund of the City primarily represents assets held by the City in a custodial capacity for other individuals or organizations.

Governmental Funds

In the fund financial statements, governmental funds and agency funds are presented using the modified-accrual basis of accounting. The revenues are recognized when they become measurable and available as net current assets. Measurable means that the amounts can be estimated, or otherwise determined. Available means that the amounts were collected during the reporting period or soon enough thereafter to be available to finance the expenditures accrued for the reporting period. The City uses an availability period of 90 days. Significant revenues subject to accrual under the measurable and available criteria include property taxes, sales taxes and motor vehicle in-lieu.

Revenue recognition is subject to the measurable and availability criteria for the governmental funds in the fund financial statements. Exchange transactions are recognized as revenues in the period in which they are earned (i.e., the related goods or services are provided). Locally imposed derived tax revenues are recognized as revenues in the period in which the underlying exchange transaction upon which they are based takes place. Imposed non-exchange transactions are recognized as revenues in the period for which they were imposed. If the period of use is not specified, they are recognized as revenues when an enforceable legal claim to the revenues arises or when they are received, whichever occurs first. Government-mandated and voluntary non-exchange transactions are recognized as revenues when all applicable eligibility requirements have been met.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In the fund financial statements, governmental funds are presented using the current financial resources measurement focus. This means that only current assets and current liabilities are generally included on the balance sheets. The reported fund balance (net current assets) is considered to be a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Noncurrent portions of long-term receivables due to governmental funds are reported on the balance sheets in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources," since they do not represent net current assets. Recognition of governmental fund type revenues represented by noncurrent receivables are deferred until they become current receivables.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as other financing source rather than as a fund liability. Amounts paid to reduce long-term indebtedness are reported as fund expenditures.

When both restricted and unrestricted resources are combined in a fund, expenses are considered to be paid first from restricted resources, and then from unrestricted resources.

Proprietary Funds

The City's Internal Service Fund is a proprietary fund. In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses result from providing goods and services related to the funds' ongoing operations. The principal operating revenue of the City's Internal Service Fund is reimbursements relating to self-insurance. Operating expenses include the cost of insurance premiums relating to the services provided. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Amounts paid to acquire capital assets are capitalized as assets in the Internal Service Fund financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as a liability in the Internal Service Fund financial statements, rather than as another financing source. Amounts paid to reduce long-term indebtedness of the Internal Service Fund are reported as a reduction of the related liability, rather than as an expenditure.

Fund Types

The basic accounting and reporting entity is a "fund". A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts, recording resources, related liabilities, obligations, reserves and equities segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The accounting records of the City are organized on the basis of the various fund types as follows:

GOVERNMENTAL FUND TYPES:

General Fund

The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. Expenditures of this fund include the general operating expenses and capital improvement costs which are not paid through other funds.

Special Revenue Funds

The Special Revenue Funds are used to account for proceeds of specific revenue sources that are restricted by law or administrative action for specific purposes.

Debt Service Fund

The Debt Service Fund is used to account for resources set aside for repayment of long-term debt.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition, construction or improvement of major capital facilities and infrastructure.

Permanent Fund

The Permanent Fund is used to account for financial resources that are legally restricted to the extent that only earnings, and not principal, may be used to support the City or its citizenry.

Major Funds

The City reports the following major governmental funds:

- *General Fund* - To account for all of the general revenues of the City not specifically levied or collected for some special purpose, and for the expenditures related to the rendering of general services by the City.
- *Capital Improvement Fund* – To account for funds received from various special revenue funds to finance capital improvements and projects.

PROPRIETARY FUND TYPE:

Internal Service Fund

The Internal Service Fund is used to account for goods and services provided by one department to other departments on a cost reimbursement basis. The City's Internal Service Fund is the Self Insurance Fund.

FIDUCIARY FUND TYPE:

Agency Fund

The Agency Fund is used to account for assets that the City holds for others in an agency capacity. The Fund is custodial in nature (assets equal liabilities) and does not involve measurement of results of operations. This fund was an agency fund of the former Redevelopment Agency.

Successor Agency Private-purpose Trust Fund

This fund is used to report the assets, liabilities and activities of the Successor Agency to the Dissolved Temple City Community Redevelopment Agency. Unlike the limited reporting typically utilized for the Agency Fund, the Private-purpose Trust Fund reports a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reclassification and Eliminations

Interfund balances must generally be eliminated in the government-wide financial statements, except for net residual amounts due between governmental activities. Amounts involving fiduciary funds are reported as external transactions. Any allocations must reduce the expenses of the function from which the expenses are being allocated, so that expenses are reported only once - in the function in which they are allocated.

Loans Receivable

Certain loans receivable are not expected to be collected within one year. These loans receivable are offset by unavailable revenue on the balance sheet of governmental funds.

Cash and Investments

Cash and investments are reported in the accompanying balance sheet at fair value, except for certain certificates of deposit that are reported at cost because they are not transferable and they have terms that are not affected by changes in market interest rates.

Changes in fair value that occur during a fiscal year are recognized as investment income reported for that fiscal year. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation or sale of investments.

The City pools cash and investments of all funds, except for assets held by fiscal agents. Each fund's share in this pool is displayed in the accompanying financial statements as cash and investments. Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance, except for interest income (associated with funds not legally required to receive pooled investment income) that has been assigned to and recorded as revenue of the general fund, as provided by California Government Code Section 53647.

Cash Equivalents

For purposes of the statement of cash flows, cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they do not present significant risk of changes in value because of changes in interest rates. Cash equivalents also represent the proprietary funds' share in the cash and investment pool of the City. Cash equivalents in the Permanent Fund include the fund's share in the cash and investments pool of the City and a certificate of deposit.

Employee Leave Benefits

Vacation time begins to accumulate as of the first day of employment to a maximum of 240 hours. Sick leave accumulates at the rate of 8 hours per month without limit. Employees are not entitled to compensation for accrued sick time upon separation from the City.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Claims and Judgments

The City records a liability for material litigation, judgments, and claims (including incurred but not reported losses) when it is probable that an asset has been impaired or a material liability has been incurred prior to year end and the probable amount of loss (net of any insurance coverage) can be reasonably estimated.

Capital assets (including infrastructure) are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair value on the date received. Public domain (infrastructure) capital assets consist of streets, bridges, traffic signals, street lights, bus shelters and sewers. Generally, the City capitalizes capital asset purchases in excess of \$5,000 for general capital assets, \$50,000 for sewers (infrastructure) and \$10,000 for all other infrastructure.

Capital assets used in operations are depreciated over their estimated useful lives using the straight-line method in the government-wide financial statements. Provision for depreciation is charged as an expense against operations and accumulated depreciation is reported on the statement of net assets. The ranges of lives used for depreciation purposes for each capital asset class are as follows:

Buildings and improvements	40 years
Furniture and equipment	5-7 years
Vehicles	5 years
Infrastructure:	
Streets	50-80 years
Bridges	50 years
Traffic signals	20 years

Property Tax Calendar

The County of Los Angeles assesses, levies, and collects property taxes for the City. Property taxes levied for the year ended June 30, 2015 were due and payable in two installments on November 1 and February 1 and became delinquent on December 10th and April 10th, respectively. At the date of incorporation, the City elected to be a no/low property tax city as an incentive for current and prospective residents to reside in the City.

The property tax calendar is as follows:

Lien Date:	March 1
Levy Date:	July 1
Due Date:	First Installment - November 1 Second Installment - February 1
Delinquent Date:	First Installment - December 10 Second Installment - April 10

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Taxes are collected by Los Angeles County and are remitted to the City periodically. Dates and percentages are as follows:

December 10	30% Advance
January 15	Collection No. 1
April 10	10% Advance
May 15	Collection No. 2
July 31	Collection No. 3

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses, during the reporting period. Actual results could differ from those estimates.

Fund Balances

Government Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Government Fund-type Definitions*, defines fund balance as the difference between the assets and liabilities reported in the City's governmental funds. There are generally limitations on the purpose for which all or a portion of the resources of a governmental fund may be used. The force behind these limitations can vary significantly, depending upon their source. Consequently, the fund balance reported in the annual financial statements is categorized into five components whereby each component identifies the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the fund can be spent. The five components of fund balance are as follows:

- **Nonspendable:** Resources that are 1) not in spendable form, such as inventories, prepayments, long-term receivables, or non-financial assets held for resale, or 2) required to be maintained intact such as an endowment.
- **Restricted:** Resources that are subject to externally enforceable legal restrictions; these restrictions would be either 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.
- **Committed:** Resources that are constrained to specific purposes by formal action approved by the City Council, which is the City's highest level of decision making authority. The formal action that is required to be taken to establish, modify, or rescind a fund balance is a resolution. The constraint remains binding unless removed in the same formal manner by the City Council. Council action to commit fund balance must occur within the fiscal reporting period while the amount committed may be determined subsequently.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Assigned: Resources that are constrained by the City’s intent to be used for specific purposes, but that are neither restricted nor committed. The City Council delegates the authority to assign fund balance to the City Manager for purposes of reporting in the annual financial statements, established by the governing body in the GASB 54 Fund Balance Policy resolution adopted and approved on May 15, 2012.

- Unassigned: Within the General Fund, the residual resources, either positive or negative, in excess of what can be properly classified in one of the other four fund balance categories. Within all other governmental funds, the negative residual resources in excess of what can be properly classified as nonspendable, restricted, or committed.

The City considers the restricted fund balances to have been spent when an expenditure is incurred for purposes for which both unrestricted and restricted fund balance is available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the policy of the City to reduce the committed amounts first, followed by assigned amounts, and then unassigned amounts.

On June 16, 2015, the City reaffirmed the committed and assigned fund balance classifications for the General Fund for financial statement purposes at June 30, 2015, in accordance with the City’s adopted GASB 54 Fund Balance Policy, as follow:

Committed	\$ 3,500,000
Assigned	12,868,392

Any remaining fund balance at the close of the fiscal year will be designated as Unassigned.

Net Position

The governmental and business-type activities in the government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

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

- Restricted net position – This category presents external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

- Unrestricted net position – This category represents the City’s net position, which is not restricted for any project or other purpose

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Statement of Cash Flows

For purposes of the statement of cash flows, cash equivalents are defined as investments with original maturities of 90 days or less, which are readily convertible to known amounts of cash and are not subject to significant changes in value from interest rate fluctuations.

Implementation of New Accounting Pronouncements

During the fiscal year ended June 30, 2015, the District adopted the following new Statements of the Governmental Accounting Standards Board (GASB):

- GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statements No. 27 and 50*. This statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures of pensions that are provided by local governmental employers through pension plans that are administered through trusts that meet certain conditions. For defined benefit pensions, this statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service.

- GASB Statement No. 71, *Pension Transition for Contributions made subsequent to the Measurement Date - an amendment of GASB Statement No. 68*. This statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability.

Pensions

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

NOTE 2 CASH AND INVESTMENTS

Cash and investments at June 30, 2015 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and investments	\$ 24,149,678
Fiduciary Fund:	
Cash and investments	1,781,542
Cash with fiscal agent	627,225
Total cash and investments	<u>\$ 26,558,445</u>

Cash and investments as of June 30, 2015 consist of the following:

Cash on hand	\$ 2,100
Deposits with financial institutions	3,513,357
Investments	23,042,988
Total cash and investments	<u>\$ 26,558,445</u>

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

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

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Investment Types Authorized by State Law	Authorized by Investment Policy	Maximum Maturity*	Maximum Percentage of Portfolio*	Maximum Investment In One Issuer*
Local Agency Bonds	Yes	5 years	None	None
U.S. Treasury Obligations	Yes	5 years	None	None
U.S. Agency Securities	Yes	5 years	None	None
State of California Obligation	Yes	5 years	None	None
Local Agency Obligation	Yes	5 years	None	None
Banker's Acceptances*	Yes	180 days	40%	Fed Reserve Eligible
Commercial Paper**	Yes	270 days	25%	A1/P1 Rating
Certificates of Deposit	Yes	5 years	30%	None
Repurchase Agreements	Yes	1 year	None	None
Reverse Repurchase Agreements***	Yes	92 days	20% of base value	None
Medium-Term Notes	Yes	5 years	30%	A Rating
Mutual Funds****	Yes	N/A	20%	Multiple
Money Market Mutual Funds	Yes	N/A	20%	Multiple
Collateralized Bank Deposits	Yes	5 years	None	None
Mortgage Pass-Through Securities	Yes	5 years	20%	AA Rating
County Pooled Investment Funds	Yes	N/A	None	None
Local Agency Investment Fund (LAIF)	Yes	N/A	None	None
Time Deposits	Yes	5 years	None	None

* No more than 30% of surplus funds may be invested in Bankers Acceptance of any one commercial banks

** Commercial paper issuers must be U.S. Corporations with \$500 million plus in assets. Purchases may not represent more than 10% of outstanding paper of an issuing corporation

*** Reverse Repurchase Agreements must be made with primary dealers of the Federal Reserve Bank of New York and the securities used for the agreements must have been held by the issuer for at least 30 days

**** No more than 10% of an agency's surplus funds may be invested in any one mutual fund

*Based on state law requirements or investment policy requirements, whichever is more restrictive.

N/A - Not applicable

Investments Authorized by Debt Agreements

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

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment In One Issuer
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	1 year	None	None
Commercial Paper	1 year	25%	10%
Certificates of Deposit	1 year	30%	None
Repurchase Agreements	30 days	None	None
Money Market Mutual Funds	N/A	20%	10%
Local Agency Investment Fund (LAIF)	N/A	None	None
Investment Agreements	N/A	None	None
Time Deposits	5 years	None	None

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter-term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Total	Remaining Maturing (in Months)	
		12 Months or Less	12 to 60 Months
State Investment Pool (LAIF)	\$ 4,310,500	\$ 4,310,500	-
Los Angeles County Investment Pool	4,500,000	4,500,000	-
U.S. Agency Securities	8,387,135	-	8,387,135
Certificates of Deposit	4,700,595	334,653	4,365,942
Money Market Funds	1,144,758	1,144,758	-
Total	\$ <u>23,042,988</u>	\$ <u>10,289,911</u>	\$ <u>12,753,077</u>

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Disclosures Relating to Credit Risk

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

Investment Type	Amount	Minimum Legal Rating	Rating as of June 30, 2015		
			AAA/AA+	AA-	Not Rated
State Investment Pool (LAIF)	\$ 4,310,500	N/A	\$ -	\$ -	\$ 4,310,500
Los Angeles County Investment Pool	4,500,000	N/A	-	-	4,500,000
U.S. Agency Securities	8,387,135	A	7,338,865	1,048,270	-
Certificates of Deposit	4,700,595	N/A	-	-	4,700,595
Money Market Funds	1,144,758	N/A	-	-	1,144,758
Total	<u>\$ 23,042,988</u>		<u>\$ 7,338,865</u>	<u>\$ 1,048,270</u>	<u>\$ 14,655,853</u>

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2015, the City had no investments in any one issuer (other than U.S. Treasury Securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

Custodial Credit Risk

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

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

For investments identified herein as held by fiscal agent, the fiscal agent selects the investment under the terms of the applicable trust agreement, acquires the investment, and holds the investment on behalf of the reporting government.

Investment in State and County Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

The City also has an investment in the Los Angeles County Pooled Investment Fund under the supervision of the County of Los Angeles Treasurer and Tax Collector.

NOTE 3 INTERFUND RECEIVABLES AND PAYABLES

Current interfund receivables and payables balances at June 30, 2015 are as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Nonmajor Governmental Funds	\$ <u>1,134,880</u> (a)
Due from Fiduciary Funds:		
General Fund	Agency Fund	18,996
General Fund	Successor Agency Private-Purpose Trust Fund	<u>1,222,859</u>
		<u>1,241,855</u>
	Total	\$ <u>2,376,735</u>

(a) As of June 30, 2015, the nonmajor governmental funds owed \$1,134,880 to the General Fund. This interfund advance was to fund temporary cash deficits.

NOTE 4 INTERFUND ADVANCES

Noncurrent interfund advances at June 30, 2015 are as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Successor Agency Fund	\$ <u>2,236,825</u>

In 1998, the City's General Fund made a loan to the former Redevelopment Agency of the City. The loan included both new funding and the amendment and restatement of previous loans from the City to the former Redevelopment Agency. The total principal amount owed to the City was \$1,466,980. In June 2011, Assembly Bill 26 (1st extraordinary session) dissolved the former Agency, effective February 1, 2012. On April 26, 2013, the Department of Finance allowed the loan to be placed on the Recognized Obligation Payment Schedule (ROPS) of the Successor Agency to the former Redevelopment Agency as an enforceable obligation. However, loan repayment depends on the availability of excess property tax increment. Because of the uncertainty as to when the former Redevelopment Agency will have excess property tax distribution to pay for the loan, the full amount of the loan including \$2,236,825 of accrued interest has been reserved as potentially uncollectible as of June 30, 2015 in the financial statements.

NOTE 5 INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2015 are as follows:

Transfers In	Transfers Out		
	General Fund	Nonmajor Governmental Funds	Total
General Fund	\$ -	\$ 412,890	\$ 412,890
Capital Improvement Fund	224,922	1,540,047	1,764,969
Nonmajor Governmental Funds	611,218	124,417	735,635
Total	\$ 836,140	\$ 2,077,354	\$ 2,913,494

The City transfers monies from various funds to its City-wide Capital Improvement Fund and the General Fund for the payment of certain capital projects such as the Rosemead Boulevard Safety Enhancements and Beautification Project.

NOTE 6 LOANS RECEIVABLE

Loans receivable consist of the following at June 30, 2015:

Description	Amount
General Fund:	
Low and Moderate Income Housing	\$ 56,775
Temple City Chamber of Commerce	4,100
Total	\$ 60,875

NOTE 7 CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2015 was as follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015
Capital assets, not being depreciated:				
Land	\$ 3,309,376	\$ -	\$ -	\$ 3,309,376
Land improvements	1,839,413	-	-	1,839,413
Construction in progress	21,903,410	986,278	-	22,889,688
Infrastructure:				-
Land rights relating to streets	8,465,941	-	-	8,465,941
Total capital assets, not being depreciated	35,518,140	986,278	-	36,504,418
Capital assets, being depreciated:				
Buildings	8,793,731	22,489	-	8,816,220
Improvements	5,434,846	61,841	-	5,496,687
Furniture, fixtures and equipment	1,870,304	45,668	1,023,647	892,325
Vehicles	1,275,790	8,255	-	1,284,045
Infrastructure:				
Streets	11,246,001	694,359	-	11,940,360
Traffic signals	1,190,394	-	-	1,190,394
Bridges	958,003	-	-	958,003
Total capital assets, being depreciated	30,769,069	832,612	1,023,647	30,578,034
Less accumulated depreciation for:				
Buildings	2,047,267	214,320	-	2,261,587
Improvements	2,113,386	136,416	-	2,249,802
Furniture, fixtures and equipment	1,463,815	52,735	728,082	788,467
Vehicles	1,164,788	25,999	75,494	1,115,292
Infrastructure:				
Streets	6,214,307	160,503	-	6,374,810
Traffic signals	1,157,020	10,574	-	1,167,594
Bridges	958,003	-	-	958,003
Total accumulated depreciation	15,118,586	600,546	803,576	14,915,552
Net capital assets being depreciated	15,650,483	232,066	220,070	15,662,482
Governmental activities capital assets, net	\$ 51,168,623	\$ 1,218,344	\$ 220,070	\$ 52,166,900

NOTE 7 CAPITAL ASSETS (CONTINUED)

Depreciation expense is charged to operations, as follows:

General Government	\$	145,492
Community Development		14,070
Public Safety		21,125
Public Works		208,779
Community Services		<u>211,080</u>
Total	\$	<u><u>600,546</u></u>

NOTE 8 DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources consisted of the following unavailable revenue as of June 30, 2015:

	General Fund	CDBG Fund	Total
Amounts associated with receivable and revenue that are not available	\$ 61,875	\$ -	\$ 61,875
	<u>\$ 61,875</u>	<u>\$ -</u>	<u>\$ 61,875</u>

Refer to Note 10 for deferred inflows and outflows of resources related to pension.

NOTE 9 LONG-TERM LIABILITIES

Changes in long-term liabilities for the year ended June 30, 2015 were as follows:

	Balance at July 1, 2014	Additions	Retirements	Balance at June 30, 2015	Amount Due Within One Year	Amount Due After One Year
Net OPEB obligation	\$ 2,696,319	\$ 601,000	\$ (161,253)	\$ 3,136,066	\$ -	\$ 3,136,066
Compensated absences	170,552	41,560	(4,710)	207,402	20,740	186,662
Net pension liability	<u>-</u>	<u>4,072,235</u>	<u>-</u>	<u>4,072,235</u>	<u>-</u>	<u>4,072,235</u>
	<u>\$ 2,866,871</u>	<u>\$ 4,714,795</u>	<u>\$ (165,963)</u>	<u>\$ 7,415,703</u>	<u>\$ 20,740</u>	<u>\$ 7,394,963</u>

Other Postemployment Benefit Obligation

Refer to Note 12 for related disclosures regarding other postemployment benefits. The liability is primarily liquidated from the general fund.

Compensated Absences Payable

The outstanding balance of compensated absences payable at June 30, 2015 was \$207,402. The liability is primarily liquidated from the general fund.

NOTE 10 DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the City's Miscellaneous Employee Pension Plan, cost-sharing multiple employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and the City's resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Classic participants (defined as eligible participants prior to January 1, 2013) are required to contribute 8% of their annual covered salary. New or Public Employees' Pension Reform Act of 2013 (PEPRA) participants (defined as eligible employees brought into CalPERS membership for the first time on or after January 1, 2013) contribute at least half the normal cost rate as determined by CalPERS. The City contributes the remaining amounts necessary to fund the benefits for its employees, using the actuarial basis adopted by the CalPERS Board of Administration.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to Plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the California Public Employees' Retirement Law.

NOTE 10 DEFINED BENEFIT PENSION PLAN (CONTINUED)

The Plans' provisions and benefits in effect at June 30, 2015 are summarized as follows:

	Miscellaneous Plan	
	Classic	PEPRA
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2.5% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 55	52 - 67
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.5%
Required employee contribution rates	8%	6.31%
Required employer contribution rates	15.58%	6.70%

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1st following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2015, the contributions recognized as part of pension expense for each Plan were as follows:

	Miscellaneous Plan	
	Classic	PEPRA
Contributions - employer	\$ 536,498	\$ 17,751

NOTE 10 DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

As of June 30, 2015, the City reported net pension liabilities for its proportionate shares of the net pension liability of each Plan as follows:

	Proportionate Share of Net Pension Liability (Asset)
Miscellaneous (Classic)	\$ 4,072,057
Miscellaneous (PEPRA)	178
 Total Net Pension Liability	 \$ 4,072,235

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2014, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability for the Plan as of June 30, 2013 and 2014 was as follows:

	Miscellaneous Plan	
	Classic	PEPRA
Proportion - June 30, 2013	0.18301%	0.00001%
Proportion - June 30, 2014	0.16476%	0.00001%
Change - Increase (Decrease)	-0.01825%	0.0000%

NOTE 10 DEFINED BENEFIT PENSION PLAN (CONTINUED)

For the year ended June 30, 2015, the City recognized pension expense of \$365,077. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 554,249	\$ -
Differences between actual and expected experience	-	-
Changes in assumptions	-	-
Change in employer's proportion	32,635 *	(7,194) **
Differences between the employer's contributions and the employer's proportionate share of contributions	12,733 **	(82,117) *
Net differences between projected and actual earnings on plan investments	-	(1,368,459)
Total	\$ 599,617	\$ (1,457,770)

* For Classic Miscellaneous Plan

** For PEPRM Miscellaneous Plan

\$554,249 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, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Amount
2016	\$ (357,809)
2017	(357,809)
2018	(354,670)
2019	(342,114)
2020	-

NOTE 10 DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Assumptions

The total pension liabilities in the June 30, 2013 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2013
Measurement Date	June 30, 2014
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.50%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	(1)
Investment Rate of Return	7.5% (2)
Mortality	(3)
Post-Retirement Benefit Increase	(4)

(1) Varies by Entry Age and Service

(2) Net of pension plan investment and administrative expenses, including inflation

(3) Derived using CalPERS' Membership Data for all funds

(4) Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.75% thereafter.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2013 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can be found on the CalPERS website.

Discount Rate

The discount rate used to measure the total pension liability was 7.50 percent. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.50 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.50 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

NOTE 10 DEFINED BENEFIT PENSION PLAN (CONTINUED)

According to Paragraph 30 of GASB Statement No. 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50 percent investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expense would have been 7.65 percent. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

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

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

Asset Class	<u>New Strategic Allocation</u>	<u>Real Return Years 1 - 10 (a)</u>	<u>Real Return Years 11+ (b)</u>
Global Equity	47.00%	5.25%	5.71%
Global Fixed Income	19.00%	0.99%	2.43%
Inflation Sensitive	6.00%	0.45%	3.36%
Private Equity	12.00%	6.83%	6.95%
Real Estate	11.00%	4.50%	5.13%
Infrastructure and Forestland	3.00%	4.50%	5.09%
Liquidity	2.00%	-0.55%	-1.05%
Total	<u>100.00%</u>		

(a) An expected inflation of 2.5% used for this period.

(b) An expected inflation of 3.0% used for this period.

NOTE 10 DEFINED BENEFIT PENSION PLAN (CONTINUED)

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

The following presents the City's proportionate share of the net pension liability for each 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-percentage point lower or 1-percentage point higher than the current rate:

	Miscellaneous Plan	
	Classic	PEPRA
1% Decrease	6.50%	6.50%
Net Pension Liability	\$ 7,255,146	\$ 317
Current Discount Rate	7.50%	7.50%
Net Pension Liability	\$ 4,072,057	\$ 178
1% Increase	8.50%	8.50%
Net Pension Liability	\$ 1,430,395	\$ 62

C. Pension Plan Fiduciary Net Position

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

D. Payable to the Pension Plan

As of June 30, 2015, the City did not have outstanding amount of contributions to the pension plan required for the year ended June 30, 2015.

NOTE 11 LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION

Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 118 California public entities and is organized under a joint powers agreement pursuant to California Government Code Section 6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The Authority began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a 9-member Executive Committee.

**NOTE 11 LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION
(CONTINUED)**

Self-Insurance Programs of the Authority

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Retrospective adjustments are scheduled to continue indefinitely on coverage years 2012-13 and prior, until all claims incurred during those coverage years are closed, on a pool-wide basis. This subsequent cost re-allocation among members, based on actual claim development, can result in adjustments of either refunds or additional deposits required. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment.

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

Liability. In the liability program, claims are pooled separately between police and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$30,000 to \$750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$750,000 to \$50 million are distributed based on the outcome of cost allocation within the first and second loss layers.

For 2014-15 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to \$20million, and excess insurance to \$50 million. The Authority's reinsurance contracts are subject to the following additional pooled retentions: (a) 50% of the \$2.5 million annual aggregate deductible in the \$3 million x/s \$2 million layer, (b) 50% quota share of the \$3 million x/s \$2 million layer, and (c) \$3 million annual aggregate deductible in the \$5 million x/s \$10 million layer.

The overall coverage limit for each member including all layers of coverage is \$50 million per occurrence.

Costs of covered claims for subsidence losses have a sub-limit of \$30 million per occurrence.

**NOTE 11 LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION
(CONTINUED)**

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

For 2014-15 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law.

Employer's Liability losses are pooled among members to \$2 million. Coverage from \$2 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

Purchased Insurance

Pollution Legal Liability Insurance. The City participates in the pollution legal liability insurance program which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has a limit of \$50 million for the 3-year period from July 1, 2014 through July 1, 2017. Each member of the Authority has a \$10 million sub-limit during the 3-year term of the policy.

Property Insurance. The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. The City property is currently insured according to a schedule of covered property submitted by the City to the Authority. The City property currently has all-risk property insurance protection in the amount of \$14,442,145. There is a \$5,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$1,000 deductible. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Earthquake and Flood Insurance. The City purchases earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. The City property currently has earthquake protection in the amount of \$10,035,867. There is a deductible of 5% per unit of value with a minimum deductible of \$100,000. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

**NOTE 11 LIABILITY, PROPERTY AND WORKERS' COMPENSATION PROTECTION
(CONTINUED)**

Crime Insurance. The City purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

Special Event Tenant User Liability Insurance. The City further protects against liability damages by requiring tenant users of certain property to purchase low-cost tenant user liability insurance for certain activities on agency property. The insurance premium is paid by the tenant user and is paid to the City according to a schedule. The City then pays for the insurance. The insurance is arranged by the Authority.

Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in fiscal year 2014-15.

NOTE 12 OTHER POSTEMPLOYMENT BENEFIT PLAN

Employees who retire from the City are eligible to receive health care benefits covering themselves and any qualified family members. The City pays 100% of the cost of the medical insurance premiums of the retired employees and one-half of the cost of the medical insurance premiums of their family members. The City also pays 100% of the cost of dental and vision insurance premiums of the retired employees. Expenditures for post-retirement health care benefits for fiscal year 2015 amounted to \$149,253 which included 27 participants.

The City's annual Other Postemployment Benefits (OPEB) cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2013, 2014 and 2015 were:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Contribution Made</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2013	\$ 1,080,000	\$ 1,159,326	107.35%	\$ 1,772,297
6/30/2014	1,080,000	155,978	14.44%	2,696,319
6/30/2015	601,000	161,253	26.83%	3,136,066

NOTE 12 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

City's Funding Policy

The plan provisions and contribution requirements of plan members and the City are established and may be amended by the City Council. The contribution required to be made under City Council requirements is based on a pay-as-you-go basis (i.e., as premiums become due).

On September 4, 2012, the City adopted Resolution No. 12-4845 authorizing participation in the Public Agency Retirement Services Post-Retirement Health Care Plan Trust Program and pre-funding of \$1.0 million to the Trust.

Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the City's annual OPEB cost for the current fiscal year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation for these benefits:

Annual required contribution	\$	601,000
Interest on net OPEB obligation		124,000
Adjustment to annual required contribution		<u>(136,000)</u>
Annual OPEB cost		589,000
Contribution made		<u>(149,253)</u>
Increase in net OPEB obligation		439,747
Net OPEB obligation, beginning of year		<u>2,696,319</u>
Net OPEB obligation, end of year	\$	<u><u>3,136,066</u></u>

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented in the required supplementary information section, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for the benefits.

NOTE 12 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial cost method used for determining the benefit obligations is the Entry Age Normal Cost Method. The actuarial assumptions included a 4.60% investment rate of return, which is the assumed rate of the expected long-term investment returns on plan assets calculated based on the funded level of the plan at the valuation date, and annual cost trend rate of 7.5 percent for Non-Medicare and 7.8 percent for Medicare initially, reduced to an ultimate rate of 5 percent in 2021 and later. It is assumed the City's payroll will increase 3.25% per year and merit increases are based on the CalPERS 1997-2011 Experience Study. The amortization period is a 24-year fixed (closed) period for the UAAL as of June 30, 2014 for the 2014-15 ARC. Future method changes, assumption changes and gains/losses are over a 15-year fixed (closed) period. The maximum amortization is over a maximum 30-year combined period using a level-percent of payroll.

Refer to Required Supplementary Information Section for the Plan's Schedule of Funding Progress.

NOTE 13 NEW GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) PRONOUNCEMENTS ISSUED, NOT YET EFFECTIVE

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to June 30, 2015, that have effective dates that may impact future financial presentations. Management has not yet determined any impact the implementation of the following statements may have on the financial statements of the Upper District.

GASB No. 72 - Fair Value Measurement and Application. The requirements of this Statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This Statement also will enhance fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government's financial position. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015.

**NOTE 13 NEW GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB)
PRONOUNCEMENTS ISSUED, NOT YET EFFECTIVE (CONTINUED)**

GASB No. 73 - Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. The requirements of this Statement will improve financial reporting by establishing a single framework for the presentation of information about pensions, which will enhance the comparability of pension-related information reported by employers and nonemployer contributing entities. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2016.

GASB No. 74 - Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans. The requirements of this Statement will improve financial reporting primarily through enhanced note disclosures and schedules of required supplementary information that will be presented by OPEB plans that are administered through trusts that meet the specified criteria. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2016

GASB No. 75 - Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The requirements of this Statement will improve the decision-usefulness of information in employer and governmental nonemployer contributing entity financial reports and will enhance its value for assessing accountability and interperiod equity by requiring recognition of the entire OPEB liability and a more comprehensive measure of OPEB expense. The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2017.

GASB No. 76 - The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. The requirements in this Statement improve financial reporting by (1) raising the category of GASB Implementation Guides in the GAAP hierarchy, thus providing the opportunity for broader public input on implementation guidance; (2) emphasizing the importance of analogies to authoritative literature when the accounting treatment for an event is not specified in authoritative GAAP; and (3) requiring the consideration of consistency with the GASB Concepts Statements when evaluating accounting treatments specified in nonauthoritative literature. As a result, governments will apply financial reporting guidance with less variation, which will improve the usefulness of financial statement information for making decisions and assessing accountability and enhance the abatements have on a government's financial position and economic condition .The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2015.

**NOTE 13 NEW GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB)
PRONOUNCEMENTS ISSUED, NOT YET EFFECTIVE (CONTINUED)**

GASB No. 77 - Tax Abatement Disclosures. The requirements of this Statement improve financial reporting by giving users of financial statements essential information that is not consistently or comprehensively reported to the public at present. Disclosure of information about the nature and magnitude of tax abatements will make these transactions more transparent to financial statement users. As a result, users will be better equipped to understand (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition. The provisions of this Statement are effective for financial statements for period beginning after December 15, 2015.

NOTE 14 CONTINGENT LIABILITIES

The City is a defendant in various litigations arising in the normal course of operations. In the opinion of management and counsel, the outcome is not expected to materially adversely affect the financial position of the City.

**NOTE 15 SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT
AGENCY**

The accompanying financial statements also include the Private-purpose Trust Fund for the Successor Agency to the City's former Redevelopment Agency (Successor Agency). The City, as the Successor Agency, serves in a fiduciary capacity, as custodian for the assets and to wind down the affairs of the former Redevelopment Agency. Its assets are held in trust for the benefit of the taxing entities within the former Redevelopment Agency's boundaries and as such, are not available for the use of the City.

Disclosures related to the certain assets and long-term liabilities of the Successor Agency are as follows:

Agency's Advance to the General Fund

As of June 30, 2015, the Successor Agency owes the City General Fund \$3,703,805 for advances made by the City General Fund to the former redevelopment agency to support the redevelopment activities. For more information, refer to Note 4.

Agency's Payable to the City

As of June 30, 2015, the Successor Agency owes the City \$1,222,859 for expenses by the former redevelopment agency to support redevelopment activities.

NOTE 15 SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (CONTINUED)

Information about the Outstanding Bonds of the Successor Agency Trust Fund

REFUNDING REVENUE BONDS, SERIES 2005

In September 2005, the former Temple City Community Redevelopment Agency (Agency) issued \$5,780,000 of Serial Bonds and \$2,220,000 of Term Bonds for a total amount of \$8,000,000 to be paid from future tax increment revenues. The Series 2005 bonds were issued to refund \$3,600,000 of outstanding Temple City Financing Authority (Authority) 1993 Revenue Bonds and to provide the Agency with additional funds for redevelopment activities. Interest is payable semi-annually on March 1 and September 1 of each year, commencing March 1, 2006. Interest rates range from 3.0% to 4.9% on the serial bonds and 4.875% on the term bonds in amounts ranging from \$240,000 to \$495,000. The bonds maturing on or after September 1, 2015 are subject to redemption prior to maturity in whole or in part at the option of the Agency in amount of 100% of the principal amount. The Term Bonds maturing on September 1, 2025 will be subject to mandatory redemption, on September 1, 2022 and each September 1 thereafter at a redemption price equal to the principal amount thereof together with accrued interest thereon to the redemption date without premium. Under terms of the issue, a minimum of \$627,225 is to be set aside in reserve funds. The balance in the reserve account at June 30, 2015 was \$627,225. The outstanding balance owed on the bonds as of June 30, 2015 is \$5,245,000. This was recognized by the California Department of Finance as enforceable obligation of the Successor Agency.

Annual debt service requirements to maturity for the refunding revenue bonds payable are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ 375,000	\$ 240,105	\$ 615,105
2017	395,000	222,968	617,968
2018	410,000	204,650	614,650
2019	430,000	185,223	615,223
2020	450,000	164,650	614,650
2021-2025	2,590,000	471,663	3,061,663
2026	<u>595,000</u>	<u>14,503</u>	<u>609,503</u>
Total	\$ <u>5,245,000</u>	\$ <u>1,503,762</u>	\$ <u>6,748,762</u>

NOTE 16 RESTATEMENTS AND IMPLEMENTATION OF NEW ACCOUNTING STANDARDS

Fund Financial Statements

The beginning fund balance of the OPEB special revenue fund has been restated to remove the fund from the City's financial statements.

The beginning fund balance of CDBG Fund has been restated to transfer long-term loans receivable balance from deferred inflows of resources to nonspendable fund balance.

	OPEB Fund	CDBG Fund
Net position balance beginning of year, as previously reported	\$ 1,124,427	\$ -
Adjustment:		
Adjustment to properly report loans receivable in the governmental funds balance sheet		
Adjustment to properly report the asset in an OPEB irrevocable trust	(1,124,427)	999,991
Fund balance beginning of year, as restated	\$ -	\$ 999,991

Government-wide Statements

The beginning balance of net position of governmental activities in the government-wide Statement of Activities has been restated to reflect the adjustments above.

Moreover, the beginning balance of net position of governmental activities in the government-wide Statement of Activities has been restated to retroactively report the net pension liability as of the beginning of the fiscal year as a result of implementing GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The City made adjustments for these items as a cumulative effect of change in accounting principle in the current fiscal year. This resulted in a decrease in the beginning balance of net position by \$5,119,558.

	Government-wide Statement of Activities Governmental Activities
Net position balance beginning of year, as previously reported	\$ 70,541,482
Prior period adjustments:	
Adjustment to properly report the asset in an OPEB irrevocable trust	(1,124,427)
Adjustment to record retroactive effect implementing GASB Statement No. 68	(5,119,558)
Adjustment to properly report loans receivable in the governmental funds balance sheet	999,991
Net position balance beginning of year, as restated	\$ 65,297,488

NOTE 17 SUBSEQUENT EVENTS

The City has evaluated events subsequent to June 30, 2015 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through December 16, 2015, the date the financial statements were available to be issued. Based upon this evaluation, it was determined that no subsequent events occurred that require recognition or additional disclosure in the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

The General Fund has been classified as a major fund and is used to account for all of the general revenues of the City not specifically levied or collected for some special purpose, and for the expenditures related to the rendering of general services by the City. The General Fund is used to account for all resources not required to be accounted for in another fund. The budget-to-actual comparison for this fund has been presented in the accompanying financial statements as required supplementary information.

City of Temple City
Budgetary Comparison Schedule
General Fund
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues				
Taxes				
Real estate transfer tax	\$ 170,000	\$ 200,000	\$ 175,892	\$ (24,108)
Sales and use tax	1,330,000	1,330,000	1,442,653	112,653
In lieu sales tax	415,000	430,000	430,770	770
Franchise fees	560,000	580,000	590,620	10,620
Transient occupancy tax	35,000	50,000	53,612	3,612
Property tax allocation	2,700,000	2,735,000	2,728,718	(6,282)
Total taxes	<u>5,210,000</u>	<u>5,325,000</u>	<u>5,422,265</u>	<u>97,265</u>
Licenses and permits				
Business license fees	220,000	220,000	199,014	(20,986)
Building permit fees	300,000	900,000	986,318	86,318
Parking permit fees	75,000	75,000	64,489	(10,511)
Encroachment permit fees	120,000	310,000	323,883	13,883
Animal license fees	90,000	90,000	52,997	(37,003)
Vehicle impound fees	20,000	20,000	22,408	2,408
Temp parking permit fees	140,000	140,000	143,950	3,950
Code enforcement fees	50,000	50,000	51,734	1,734
Total licenses and permits	<u>1,015,000</u>	<u>1,805,000</u>	<u>1,844,793</u>	<u>39,793</u>
Intergovernmental				
Motor vehicle in lieu tax	-	15,000	14,808	(192)
State mandate reimbursement	-	1,200	8,089	6,889
Other reimbursement	-	-	1,200,000	1,200,000
In lieu vehicle license fees	3,350,000	3,672,000	3,672,514	514
Total intergovernmental	<u>3,350,000</u>	<u>3,688,200</u>	<u>4,895,411</u>	<u>1,207,211</u>
Charges for services				
Shared maintenance charges	4,000	4,000	3,990	(10)
Zoning fees	200,000	200,000	227,598	27,598
Recreation fees	600,000	600,000	588,477	(11,523)
Plan check fees	400,000	570,000	526,611	(43,389)
Facility rental fees	65,000	75,000	75,314	314
PW/Engineering fees	-	100,000	105,126	5,126
Total charges for services	<u>1,269,000</u>	<u>1,549,000</u>	<u>1,527,116</u>	<u>(21,884)</u>
Fines, forfeitures and penalties				
Court fines	700,000	400,000	433,102	33,102
Investment income				
Interest - LAIF	50,000	-	-	-
Interest - Securities	50,000	50,000	105,715	
Interest - Others	50,000	50,000	-	(50,000)
Interest - CD	50,000	50,000	42,371	(7,629)
Total investment income	<u>200,000</u>	<u>150,000</u>	<u>148,086</u>	<u>(1,914)</u>
Other				
Other reimbursement	90,000	409,000	511,844	102,844
Recyclable revenue	30,000	30,000	27,049	(2,951)
AB939 reimbursement	15,000	15,000	8,958	(6,042)
Rental Income	65,000	100,000	89,116	(10,884)
Sale of City Property	-	-	1,500	1,500
Donations	10,000	22,000	23,793	1,793
CRA/LLD reimbursement	6,300	6,300	39,314	33,014
Sundry	1,000	7,000	206,748	199,748
Total other income	<u>217,300</u>	<u>589,300</u>	<u>908,322</u>	<u>319,022</u>
Total revenues	<u>\$ 11,961,300</u>	<u>\$ 13,506,500</u>	<u>\$ 15,179,095</u>	<u>\$ 1,672,595</u>

**City of Temple City
Budgetary Comparison Schedule
General Fund
Year ended June 30, 2015**

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures				
General government:				
City Council	\$ 170,610	\$ 170,610	\$ 172,343	\$ (1,733)
City Manager	836,995	952,930	769,520	183,410
City Clerk	325,705	327,590	283,756	43,834
Accounting	496,310	511,800	508,489	3,311
City Attorney	352,000	620,000	523,639	96,361
Support services	148,375	188,885	184,126	4,759
Insurance/ benefits	584,220	968,190	732,620	235,570
Purchasing	130,790	152,790	149,541	3,249
Elections	82,870	87,370	69,467	17,903
Total general government	<u>3,127,875</u>	<u>3,980,165</u>	<u>3,393,501</u>	<u>586,664</u>
Community development				
Planning	1,659,050	1,733,910	822,675	911,235
Housing	42,790	323,390	232,518	90,872
Building	735,460	887,085	829,810	57,275
Total community development	<u>2,437,300</u>	<u>2,944,385</u>	<u>1,885,003</u>	<u>1,059,382</u>
Public safety:				
Law enforcement	3,722,485	3,870,235	3,825,131	45,104
Traffic engineering	7,455	67,455	60,698	6,757
Animal control	198,615	191,490	185,324	6,166
Emergency services	127,620	134,895	106,224	28,671
Community Preservation	380,935	392,800	350,502	42,298
Parking administration	636,645	426,045	350,527	75,518
Total public safety	<u>5,073,755</u>	<u>5,082,920</u>	<u>4,878,406</u>	<u>204,514</u>
Public works:				
Parking facilities	187,695	189,630	172,484	17,146
Solid waste management	2,500	21,990	13,227	8,763
General government buildings	270,605	374,775	381,881	(7,106)
Graffiti abatement	35,400	50,400	49,837	563
Total public works	<u>496,200</u>	<u>636,795</u>	<u>617,429</u>	<u>19,366</u>
Community services:				
Recreation / human services	1,151,185	1,188,520	1,055,835	132,685
Parks - Maintenance/Facilities	838,520	931,100	904,579	26,521
	<u>1,989,705</u>	<u>2,119,620</u>	<u>1,960,414</u>	<u>159,206</u>
Total expenditures	<u>13,124,835</u>	<u>14,763,885</u>	<u>12,734,753</u>	<u>2,029,132</u>
Excess (deficiency) of revenue over expenditures	<u>(1,163,535)</u>	<u>(1,257,385)</u>	<u>2,444,342</u>	<u>3,701,727</u>

**City of Temple City
 Budgetary Comparison Schedule
 General Fund
 Year ended June 30, 2015**

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses)				
Transfers in	500	811,590	412,890	(398,700)
Transfers out	(841,025)	(1,016,570)	(836,140)	180,430
Total other financing sources (uses)	(840,525)	(204,980)	(423,250)	(218,270)
Net change in fund balances	(2,004,060)	(1,462,365)	2,021,092	3,483,457
Fund balance at beginning of year	18,005,515	18,005,515	18,005,515	-
Fund balance at end of year	\$ 16,001,455	\$ 16,543,150	\$ 20,026,607	\$ 3,483,457

**City of Temple City
Budgetary Comparison Schedule
Capital Improvement Fund
Year ended June 30, 2015**

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures				
Capital outlay:				
Parks-maintenance/facilities	\$ 102,000	\$ 112,000	\$ 61,842	\$ 50,158
Traffic engineering	10,000	10,000	-	10,000
Street cleaning	-	10,000	10,350	(350)
Street maintenance	3,077,900	5,105,020	1,448,840	3,656,180
Sidewalk maintenance	200,000	363,155	132,581	230,574
General government buildings	30,000	34,500	22,489	12,011
Parking facilities	-	200,000	88,867	111,133
Total capital outlay	<u>3,419,900</u>	<u>5,834,675</u>	<u>1,764,969</u>	<u>4,069,706</u>
 Total expenditures	 <u>3,419,900</u>	 <u>5,834,675</u>	 <u>1,764,969</u>	 <u>4,069,706</u>
 Excess (deficiency) of revenue over expenditures	 <u>(3,419,900)</u>	 <u>(5,834,675)</u>	 <u>(1,764,969)</u>	 <u>4,069,706</u>
 Other financing sources (uses)				
Transfers in	4,144,150	5,834,675	1,764,969	(4,069,706)
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>4,144,150</u>	<u>5,834,675</u>	<u>1,764,969</u>	<u>(4,069,706)</u>
 Net change in fund balances	 724,250	 -	 -	 -
 Fund balance at beginning of year	 -	 -	 -	 -
Fund balance at end of year	\$ <u><u>724,250</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

NOTE 1 BUDGETS AND BUDGETARY ACCOUNTING

The City adopts an annual budget prepared on the modified accrual basis for all of its governmental funds. During the year, there were budget modifications and supplemental appropriations amounting to \$14,968,865. The City Manager or his designee is authorized to transfer budgeted amounts between the accounts of any program. Revisions that alter the total appropriations of any program or fund are approved by City Council. Prior year appropriations lapse unless they are appropriated through the formal budget process. Expenditures may not legally exceed appropriations at fund level. Reserves for encumbrances are not recorded by the City.

**City of Temple City
Schedule of Funding Progress
Other Postemployment Benefits (OPEB)
Year ended June 30, 2015**

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio (AVA/AAL)	Annual Covered Payroll	UAAL as a % of Payroll
6/30/2009	\$ -	\$ 7,850,000	\$ 7,850,000	0.0%	\$ 2,261,000	347.2%
6/30/2011	-	6,481,000	6,481,000	0.0%	2,335,000	277.6%
6/30/2014*	1,124,000	5,726,000	4,602,000	19.6%	2,761,000	166.7%

*latest available actuarial valuation

City of Temple City
Schedule of Proportionate Share of the Net Pension Liability
Year ended June 30, 2015

	Miscellaneous	
	Classic	PEPRA
Proportion of the net pension liability (asset)	0.06544%	0.00000%
Proportionate Share of the net pension liability (asset)	\$ 4,072,057	\$ 178
Covered - employee payroll ⁽¹⁾	\$ 2,675,595	\$ 188,675
Proportionate Share of the net pension liability (asset) as percentage of covered-employee payroll	152.19%	0.09%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	83.03%	83.03%
Plan's Proportionate Share of Aggregate Employer Contributions ⁽²⁾	\$ 538,718	\$ 24

Notes to Schedule

- ¹ Covered-Employee Payroll represented above is based on pensionable earnings provided by the employer. However, GASB Statement No. 68 defines covered-employee payroll as the total payroll of employees that are provided pensions through the pension plan.
- ² The Plan's proportionate share of aggregate employer contributions may not match the actual contributions made by the employer during the measurement period. The Plan's proportionate share of aggregate employer contributions is based on the Plan's proportion of fiduciary net position shown on line 5 of the table above as well as any additional side fund (or unfunded liability) contributions made by the City during the measurement period.

* - Fiscal year 2015 was the 1st year of implementation, therefore only one year is shown.

**City of Temple City
Schedule of Contributions
Last 10 years***

	Miscellaneous Plan	
	Classic	PEPRA
Contractually required contribution (actuarially determined)	\$ 427,273	\$ 17,304
Contributions in relation to the actuarially determined contributions	<u>(427,273)</u>	<u>(17,304)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 2,675,595	\$ 188,675
Contributions as a percentage of covered-employee payroll	15.97%	9.17%

Notes to Schedule

Valuation date June 30, 2013

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal Cost Method
Amortization method	Level percentage of payroll, closed
Remaining amortization period	15 years as of valuation date
Asset valuation method	5-year smoothed market
Inflation	2.75%
Salary increases	Varies by entry age and service
Investment rate of return	7.50%, net of pension plan investment and administrative expenses; includes inflation
Retirement age	57 years
Mortality Rate Table	Derived using CalPERS' membership data for all funds

* - Fiscal year 2015 was the 1st year of implementation, therefore only one year is shown.

SUPPLEMENTARY SCHEDULES

**NONMAJOR
GOVERNMENTAL FUNDS**

**City of Temple City
Nonmajor Governmental Funds
Combining Balance Sheet
Year ended June 30, 2015**

	<u>Special Revenue Funds</u>	<u>Camellia Permanent Fund</u>	<u>Totals</u>
ASSETS			
Cash and investments	\$ 4,665,510	\$ 170,109	\$ 4,835,619
Accounts receivable	311,963	-	311,963
Interest receivable	-	103	103
Loans receivable	1,088,219	-	1,088,219
Due from other governments	965,152	-	965,152
Total assets	\$ <u>7,030,844</u>	\$ <u>170,212</u>	\$ <u>7,201,056</u>
 LIABILITIES			
Accounts payable	\$ 79,449	\$ -	\$ 79,449
Due to other funds	1,134,880	-	1,134,880
Total liabilities	<u>1,214,329</u>	<u>-</u>	<u>1,214,329</u>
 FUND BALANCES			
Nonspendable	1,088,219	-	1,088,219
Restricted:			
Education scholarships	-	170,212	170,212
Special revenue funds	4,728,296	-	4,728,296
Total fund balances	<u>5,816,515</u>	<u>170,212</u>	<u>5,986,727</u>
Total liabilities and fund balances	\$ <u>7,030,844</u>	\$ <u>170,212</u>	\$ <u>7,201,056</u>

City of Temple City
Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year ended June 30, 2015

	Special Revenue Funds	Camellia Permanent Fund	Totals
Revenues			
Taxes	\$ 1,255,955	\$ -	\$ 1,255,955
Intergovernmental	4,069,141	-	4,069,141
Charges for services	677,762	-	677,762
Fines	14,410	-	14,410
Investment income	4,699	556	5,255
Other	41,461	-	41,461
Total revenues	6,063,428	556	6,063,984
Expenditures			
Current:			
Community development	(41,422)	-	(41,422)
Public works	2,029,516	-	2,029,516
Community services	704,085	2,878	706,963
Total expenditures	2,692,179	2,878	2,695,057
Excess (deficiency) of revenues over expenditures	3,371,249	(2,322)	3,368,927
Other financing sources (uses)			
Transfers in	735,635	-	735,635
Transfers out	(2,077,354)	-	(2,077,354)
Net other financing sources (uses)	(1,341,719)	-	(1,341,719)
Change in fund balance	2,029,530	(2,322)	2,027,208
Net change in fund balance	2,029,530	(2,322)	2,027,208
Fund balance, beginning of year, as restated	3,786,985	172,534	3,959,519
Fund balance, end of year	\$ 5,816,515	\$ 170,212	\$ 5,986,727

**NONMAJOR
SPECIAL REVENUE FUNDS**

City of Temple City
Description of Nonmajor Special Revenue Funds
June 30, 2015

The following Special Revenue Funds have been classified as nonmajor funds in the accompanying financial statements:

Traffic Safety Fund - To account for the Vehicle Code fines which are expended for traffic safety enforcement.

High Tech Grant Fund - To account for California Law Enforcement Equipment Purchase - High Technology (CLEEP) funds distributed to the City which are used for law enforcement activities, including the development of the Los Angeles Regional Crime Information System (LARCIS).

Citizens Option for Public Safety (COPS) Fund - To account for the revenues received from the California Department of Justice to be used to enhance existing law enforcement services.

Public Transportation - Proposition A Fund - To account for the City's share of additional sales tax collected in the County of Los Angeles as a result of Proposition A. The fund is used to finance public transportation projects.

Public Transportation - Proposition C Fund - To account for the City's share of additional sales tax collected in the County of Los Angeles as a result of Proposition C. The fund is used to finance public transportation projects.

Used Oil Fund - To account for the revenues and expenditures of the Used Oil Recycling Block Grant.

State Gas Tax Fund - To account for the revenues and expenditures of the City's proportionate share of gas tax monies collected by the State of California which are used for street construction, street maintenance and engineering, and administrative expenses.

Asset Seizure Fund - To account for the revenues and expenditures from the seizure of properties.

CDBG - The CDBG Special Revenue Fund met the criteria to be classified as a major fund and is used to account for resources in managing the different programs under the Community Development Block Grant funded by the U.S. Department of Housing and Urban Development.

Bicycle and Pedestrian Fund - To account for the revenues received from the State of California to maintain and improve the safety and practicality of bicycling and walking for everyday travel.

Air Quality Improvement District Fund - To account for the City's share of automobile registration fees collected from the State and distributed to the City by the South Coast Air Quality Management District. The funds are used to improve transportation systems and reduce the reliance on private vehicles.

Measure R Fund - These are similar to local return type funds to be used for traffic relief and transportation upgrades citywide over the next 30 years. These funds may be for projects such as pothole repairs, major street resurfacing, left-turn signals, bikeways, pedestrian improvements, streetscapes, traffic signal synchronization, local transit services and programs.

Parking Concession Fund - To account for revenues and expenditures related to the operation of the parking concession agreements.

City of Temple City
Description of Nonmajor Special Revenue Funds
June 30, 2015

Affordable Housing Fee Fund - An optional development impact fee used on City approved affordable housing programs geared towards assisting low-income households (e.g. handyworker grant, home improvement loan, Brush with Kindness grant, senior housing development, first-time homebuyers program, etc.).

Sewer Reconstruction Fund - To account for special fees collected to be used for new sewer lines and sewer line replacement.

Congestion Management Fund - To account for the maintenance of specified levels of services on identified roadways of regional significance, as required by California Government Code Section 65088.

HSIP Fund - The Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users (SAFETEA-LU), which was signed into law on August 10, 2005, established the Highway Safety Improvement Program (HSIP) as a core Federal-aid program. The overall purpose of this program is to achieve a significant reduction in traffic fatalities and serious injuries on all public roads through the implementation of infrastructure-related highway safety improvements.

Surface Transportation Program Local Fund - To account for the grant revenues received from the Federal Highway Administration through the California Department of Transportation to partially fund the City's Rosemead Boulevard Improvement Project.

1992/1996 Park Bond Fund - To account for revenues received from the Los Angeles County Regional Park and Open Space Grant. This grant was approved November 3, 1992 and November 5, 1996 to benefit property through the improvement of neighborhood parks and recreation facilities for youth and senior citizens.

State Recycling Fund - To account for revenues received from fiscal year ended June 30, 2002 through fiscal year ended June 30, 2003 from the State Department of Conservation under Section 14581(a)(4)(a) of the California Beverage Container Recycling and Litter Reduction Act for beverage container recycling and litter cleanup activities.

Tree Restoration Fund - To account for revenues and expenditures for the tree restoration program of the City.

Park Acquisition Fund - To account for City imposed fees from the construction of new dwellings within the City. Expenditures are for the acquisition or improvement of neighborhood or community parks in conformance with the priorities established by the General Plan.

Lighting and Landscape District Fund - To account for assessments and ad valorem taxes which are used for the operation and maintenance of street lights, traffic signals, and trees and parkways within the City.

High Priority Legacy User Fund - To account for the grant revenues received from the Federal Highway Administration through the California Department of Transportation to partially fund the City's Rosemead Boulevard Improvement Project.

City of Temple City
Description of Nonmajor Special Revenue Funds
June 30, 2015

Congestion Mitigation and Air Quality Fund - To account for the grant revenues received from the Federal Highway Administration through the California Department of Transportation to partially fund the City's Rosemead Boulevard Improvement Project.

OPEB Fund - To account for contributions and activities of the Other Postemployment Benefits (OPEB) Plan trust program to fund OPEB liability.

Public Art Fee Fund - An optional development impact fee used to procure, commission, install and/or maintain art in a public place. The impact fee could be identified for an individual art piece per the development agreement. If the development agreement does not specify a particular art piece for the impact fee, it shall be deposited into the City's Public Art Fund.

Bicycle Transportation Account Fund - To account for the grant revenues received from the Department of Transportation to partially fund the City's Rosemead Boulevard Improvement Project.

Safe Routes to Schools Fund - To account for the grant revenues received from the State of California for pedestrian improvements at various locations throughout the City.

Environmental Protection Agency - To account for the grant revenues received from the Federal Environmental Protection Agency to partially fund the City's Rosemead Boulevard Improvement Project.

	Traffic Safety	High Tech Grant	COPS
ASSETS			
Cash and investments	\$ -	\$ -	\$ 7,313
Accounts receivable	-	-	-
Loans receivables	-	-	-
Due from other governments	773	-	-
Total assets	<u>\$ 773</u>	<u>\$ -</u>	<u>\$ 7,313</u>
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	773	-	-
Total liabilities	<u>773</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICITS)			
Nonspendable	-	-	-
Restricted	-	-	7,313
Total fund balances (deficits)	<u>-</u>	<u>-</u>	<u>7,313</u>
Total liabilities and fund balances (deficits)	<u>\$ 773</u>	<u>\$ -</u>	<u>\$ 7,313</u>

**City of Temple City
Nonmajor Special Revenue Funds
Combining Balance Sheet
June 30, 2015**

Public Transportation - Prop A	Public Transportation - Prop C	Used Oil	State Gas Tax
\$ 860,359	\$ 101,305	\$ 10,591	\$ 705,524
-	-	-	-
-	-	-	-
-	-	-	96,495
<u>\$ 860,359</u>	<u>\$ 101,305</u>	<u>\$ 10,591</u>	<u>\$ 802,019</u>
\$ 68,832	\$ -	\$ -	\$ 98,453
-	-	-	-
<u>68,832</u>	<u>-</u>	<u>-</u>	<u>98,453</u>
-	-	-	-
<u>791,527</u>	<u>101,305</u>	<u>10,591</u>	<u>703,566</u>
<u>791,527</u>	<u>101,305</u>	<u>10,591</u>	<u>703,566</u>
<u>\$ 860,359</u>	<u>\$ 101,305</u>	<u>\$ 10,591</u>	<u>\$ 802,019</u>

	<u>Asset Seizure</u>	<u>CDBG</u>	<u>Bicycle and Pedestrian</u>
ASSETS			
Cash and investments	\$ 729	\$ -	\$ (706)
Accounts receivable	-	-	-
Loans receivables	-	1,088,219	-
Due from other governments	-	104,789	706
Total assets	<u>\$ 729</u>	<u>\$ 1,193,008</u>	<u>\$ -</u>
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	-	104,789	-
Total liabilities	<u>-</u>	<u>104,789</u>	<u>-</u>
FUND BALANCES (DEFICITS)			
Nonspendable	-	1,088,219	-
Restricted	729	-	-
Total fund balances (deficits)	<u>729</u>	<u>1,088,219</u>	<u>-</u>
Total liabilities and fund balances (deficits)	<u>\$ 729</u>	<u>\$ 1,193,008</u>	<u>\$ -</u>

City of Temple City
Nonmajor Special Revenue Funds (Continued)
Combining Balance Sheet
June 30, 2015

Air Quality Improvement District	Measure R	Parking Concession	Affordable Housing Fund	Sewer Reconstruction
\$ 148,760	\$ 917,814	\$ 10,000	\$ 137,905	\$ 472,726
-	-	-	-	-
-	-	-	-	-
11,764	-	-	-	-
<u>\$ 160,524</u>	<u>\$ 917,814</u>	<u>\$ 10,000</u>	<u>\$ 137,905</u>	<u>\$ 472,726</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
160,524	917,814	10,000	137,905	472,726
<u>160,524</u>	<u>917,814</u>	<u>10,000</u>	<u>137,905</u>	<u>472,726</u>
<u>\$ 160,524</u>	<u>\$ 917,814</u>	<u>\$ 10,000</u>	<u>\$ 137,905</u>	<u>\$ 472,726</u>

	HSIP	1992/ 1996 Park Bond	State Recycling	Park Acquisition	Lighting and Landscape District
ASSETS					
Cash and investments	\$ -	\$ -	\$ 276	\$ 263,264	\$ 809,223
Accounts receivable	-	-	-	-	-
Loans receivables	-	-	-	-	-
Due from other governments	-	40,000	-	-	51,379
Total assets	<u>\$ -</u>	<u>\$ 40,000</u>	<u>\$ 276</u>	<u>\$ 263,264</u>	<u>\$ 860,602</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ (87,836)
Due to other funds	-	40,000	-	-	-
Total liabilities	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>(87,836)</u>
FUND BALANCES (DEFICITS)					
Nonspendable					-
Restricted	-	-	276	263,264	948,438
Total fund balances (deficits)	<u>-</u>	<u>-</u>	<u>276</u>	<u>263,264</u>	<u>948,438</u>
Total liabilities and fund balances (deficits)	<u>\$ -</u>	<u>\$ 40,000</u>	<u>\$ 276</u>	<u>\$ 263,264</u>	<u>\$ 860,602</u>

**City of Temple City
Nonmajor Special Revenue Funds (Continued)
Combining Balance Sheet
June 30, 2015**

Congestion Mitigation & Air Quality	OPEB	Public Art Fund	Bicycle Transportation Account	Safe Routes to School	Environmental Protection Agency	Total
\$ -	\$ -	\$ 107,982	\$ -	\$ -	\$ 112,445	\$ 4,665,510
-	-	-	311,963	-	-	311,963
-	-	-	-	-	-	1,088,219
<u>227,346</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>431,900</u>	<u>-</u>	<u>965,152</u>
<u>\$ 227,346</u>	<u>\$ -</u>	<u>\$ 107,982</u>	<u>\$ 311,963</u>	<u>\$ 431,900</u>	<u>\$ 112,445</u>	<u>\$ 7,030,844</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 79,449
<u>245,455</u>	<u>-</u>	<u>-</u>	<u>311,963</u>	<u>431,900</u>	<u>-</u>	<u>1,134,880</u>
<u>245,455</u>	<u>-</u>	<u>-</u>	<u>311,963</u>	<u>431,900</u>	<u>-</u>	<u>1,214,329</u>
-	-	-	-	-	-	1,088,219
<u>(18,109)</u>	<u>-</u>	<u>107,982</u>	<u>-</u>	<u>-</u>	<u>112,445</u>	<u>4,728,296</u>
<u>(18,109)</u>	<u>-</u>	<u>107,982</u>	<u>-</u>	<u>-</u>	<u>112,445</u>	<u>5,816,515</u>
<u>\$ 227,346</u>	<u>\$ -</u>	<u>\$ 107,982</u>	<u>\$ 311,963</u>	<u>\$ 431,900</u>	<u>\$ 112,445</u>	<u>\$ 7,030,844</u>

	Traffic Safety	High Tech Grant	COPS
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	106,230
Charges for services	-	-	-
Fines	14,410	-	-
Investment income	-	-	-
Other	-	-	-
Total revenues	<u>14,410</u>	<u>-</u>	<u>106,230</u>
Expenditures			
Current:			
Community development	-	-	-
Public works	-	-	-
Community services	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>14,410</u>	<u>-</u>	<u>106,230</u>
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	<u>(14,410)</u>	<u>(8,784)</u>	<u>(100,000)</u>
Net other financing sources (uses)	<u>(14,410)</u>	<u>(8,784)</u>	<u>(100,000)</u>
Extraordinary item	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	(8,784)	6,230
Fund balance, beginning of year, as restated	<u>-</u>	<u>8,784</u>	<u>1,083</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,313</u>

City of Temple City
Nonmajor Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year ended June 30, 2015

<u>Public Transportation - Prop A</u>	<u>Public Transportation - Prop C</u>	<u>Used Oil</u>	<u>State Gas Tax</u>
\$ -	\$ -	\$ -	\$ -
635,821	526,265	10,162	1,003,343
123,290	-	-	-
-	-	-	-
1,048	41	-	468
-	-	-	-
<u>760,159</u>	<u>526,306</u>	<u>10,162</u>	<u>1,003,811</u>
-	-	-	-
-	-	-	999,298
<u>692,239</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>692,239</u>	<u>-</u>	<u>-</u>	<u>999,298</u>
67,920	526,306	10,162	4,513
-	-	-	611,219
<u>-</u>	<u>(88,604)</u>	<u>(8,957)</u>	<u>(684,029)</u>
<u>-</u>	<u>(88,604)</u>	<u>(8,957)</u>	<u>(72,810)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
67,920	437,702	1,205	(68,297)
<u>723,607</u>	<u>(336,397)</u>	<u>9,386</u>	<u>771,863</u>
<u>\$ 791,527</u>	<u>\$ 101,305</u>	<u>\$ 10,591</u>	<u>\$ 703,566</u>

	Asset Seizure	CDBG	Bicycle and Pedestrian
Revenues			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	353,512	94,847
Charges for services	-	-	-
Fines	-	-	-
Investment income	-	-	-
Other	-	41,461	-
Total revenues	<u>-</u>	<u>394,973</u>	<u>94,847</u>
Expenditures			
Current:			
Community development	-	(41,422)	-
Public works	-	-	-
Community services	-	-	-
Total expenditures	<u>-</u>	<u>(41,422)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>436,395</u>	<u>94,847</u>
Other financing sources (uses)			
Transfers in	-	-	-
Transfers out	-	(348,167)	(6,165)
Net other financing sources (uses)	<u>-</u>	<u>(348,167)</u>	<u>(6,165)</u>
Extraordinary item	-	-	-
Net change in fund balance	-	88,228	88,682
Fund balance, beginning of year	729	999,991	(88,682)
Fund balance, end of year	<u>\$ 729</u>	<u>\$ 1,088,219</u>	<u>\$ -</u>

City of Temple City
Nonmajor Special Revenue Funds (Continued)
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year ended June 30, 2015

Air Quality Improvement District	Measure R	Parking Concession	Affordable Housing Fund	Sewer Reconstruction
\$ -	\$ -	\$ -	\$ -	\$ -
44,832	395,638	-	-	-
-	-	-	131,540	119,500
-	-	-	-	-
288	914	-	-	-
-	-	-	-	-
<u>45,120</u>	<u>396,552</u>	<u>-</u>	<u>131,540</u>	<u>119,500</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
45,120	396,552	-	131,540	119,500
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
45,120	396,552	-	131,540	119,500
115,404	521,262	10,000	6,365	353,226
<u>\$ 160,524</u>	<u>\$ 917,814</u>	<u>\$ 10,000</u>	<u>\$ 137,905</u>	<u>\$ 472,726</u>

	HSIP	1992/ 1996 Park Bond	State Recycling	Park Acquisition	Lighting and Landscape District
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,255,955
Intergovernmental	13,663	40,000	9,691	-	-
Charges for services	-	-	-	177,757	-
Fines	-	-	-	-	-
Investment income	-	-	-	-	1,940
Other	-	-	-	-	-
Total revenues	<u>13,663</u>	<u>40,000</u>	<u>9,691</u>	<u>177,757</u>	<u>1,257,895</u>
Expenditures					
Current:					
Community development	-	-	-	-	-
Public works	-	-	-	-	1,030,218
Community services	-	-	11,846	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>11,846</u>	<u>-</u>	<u>1,030,218</u>
Excess (deficiency) of revenues over expenditures	<u>13,663</u>	<u>40,000</u>	<u>(2,155)</u>	<u>177,757</u>	<u>227,677</u>
Other financing sources (uses)					
Transfers in	-	-	-	-	124,416
Transfers out	<u>(13,663)</u>	<u>(40,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net other financing sources (uses)	<u>(13,663)</u>	<u>(40,000)</u>	<u>-</u>	<u>-</u>	<u>124,416</u>
Extraordinary item	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	(2,155)	177,757	352,093
Fund balance, beginning of year	-	-	2,431	85,507	596,345
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 276</u>	<u>\$ 263,264</u>	<u>\$ 948,438</u>

City of Temple City
Nonmajor Special Revenue Funds (Continued)
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year ended June 30, 2015

Congestion Mitigation & Air Quality	OPEB	Public Art Fund	Bicycle Transportation Account	Safe Routes to School	Environmental Protection Agency	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,255,955
209,237	-	-	-	431,900	194,000	4,069,141
-	-	125,675	-	-	-	677,762
-	-	-	-	-	-	14,410
-	-	-	-	-	-	4,699
-	-	-	-	-	-	41,461
<u>209,237</u>	<u>-</u>	<u>125,675</u>	<u>-</u>	<u>431,900</u>	<u>194,000</u>	<u>6,063,428</u>
-	-	-	-	-	-	(41,422)
-	-	-	-	-	-	2,029,516
-	-	-	-	-	-	704,085
-	-	-	-	-	-	<u>2,692,179</u>
<u>209,237</u>	<u>-</u>	<u>125,675</u>	<u>-</u>	<u>431,900</u>	<u>194,000</u>	<u>3,371,249</u>
-	-	-	-	-	-	735,635
<u>(227,346)</u>	<u>-</u>	<u>(23,774)</u>	<u>-</u>	<u>(431,900)</u>	<u>(81,555)</u>	<u>(2,077,354)</u>
<u>(227,346)</u>	<u>-</u>	<u>(23,774)</u>	<u>-</u>	<u>(431,900)</u>	<u>(81,555)</u>	<u>(1,341,719)</u>
-	-	-	-	-	-	-
(18,109)	-	101,901	-	-	112,445	2,029,530
-	-	6,081	-	-	-	3,786,985
<u>\$ (18,109)</u>	<u>\$ -</u>	<u>\$ 107,982</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 112,445</u>	<u>\$ 5,816,515</u>

**SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL**

**City of Temple City
Budgetary Comparison Schedule
Permanent Fund
Year ended June 30, 2015**

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Investment income	\$ 1,000	\$ 1,000	\$ 556	\$ (444)
Total revenues	1,000	1,000	556	(444)
Expenditures				
Current:				
Community services	-	-	2,878	(2,878)
Total expenditures	-	-	2,878	(2,878)
Excess (deficiency) of revenues over expenditures	1,000	1,000	(2,322)	(3,322)
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Net other financing sources (uses)	-	-	-	-
Net change in fund balance	1,000	1,000	(2,322)	(3,322)
Fund balance, beginning of year	172,534	172,534	172,534	-
Fund balance, end of year	\$ 173,534	\$ 173,534	\$ 170,212	\$ (3,322)

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
TRAFFIC SAFETY FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines	\$ 50,000	\$ 50,000	\$ 14,410	\$ (35,590)
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>14,410</u>	<u>(35,590)</u>
Other financing sources (uses)				
Transfers out	(40,000)	(40,000)	(14,410)	25,590
Net other financing sources (uses)	<u>(40,000)</u>	<u>(40,000)</u>	<u>(14,410)</u>	<u>25,590</u>
Net change in fund balance	\$ <u>10,000</u>	\$ <u>10,000</u>	-	\$ <u>(10,000)</u>
Fund balance, beginning of year			-	
Fund balance, end of year			<u>-</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
COPS FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 100,000	\$ 106,500	\$ 106,230	\$ (270)
Investment income	100	100	-	(100)
Total revenues	<u>100,100</u>	<u>106,600</u>	<u>106,230</u>	<u>(370)</u>
Expenditures	100,000	-	-	-
Total expenditures	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>100</u>	<u>106,600</u>	<u>106,230</u>	<u>(370)</u>
Other financing sources (uses)				
Transfers out	-	(100,000)	(100,000)	-
Net other financing sources (uses)	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
Net change in fund balance	\$ <u>100</u>	\$ <u>6,600</u>	6,230	\$ <u>(370)</u>
Fund balance, beginning of year			<u>1,083</u>	
Fund balance, end of year			<u>\$ <u>7,313</u></u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
PUBLIC TRANSPORTATION – PROP A FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 600,000	\$ 600,000	\$ 635,821	\$ 35,821
Charges for services	140,000	148,900	123,290	(25,610)
Investment income	5,000	5,000	1,048	(3,952)
Total revenues	<u>745,000</u>	<u>753,900</u>	<u>760,159</u>	<u>6,259</u>
Expenditures				
Current:				
Community services	738,945	759,555	692,239	67,316
Total expenditures	<u>738,945</u>	<u>759,555</u>	<u>692,239</u>	<u>67,316</u>
Excess (deficiency) of revenues over expenditures	<u>6,055</u>	<u>(5,655)</u>	<u>67,920</u>	<u>73,575</u>
Net change in fund balance \$	<u>6,055</u>	<u>(5,655)</u>	67,920	<u>(73,575)</u>
Fund balance, beginning of year			<u>723,607</u>	
Fund balance, end of year			<u>\$ 791,527</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
PUBLIC TRANSPORTATION – PROP C FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 510,000	\$ 510,000	\$ 526,265	\$ 16,265
Investment income	3,000	3,000	41	(2,959)
Total revenues	<u>513,000</u>	<u>513,000</u>	<u>526,306</u>	<u>13,306</u>
Expenditures	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	513,000	513,000	526,306	13,306
Other financing sources (uses)				
Transfers out	(175,000)	(175,000)	(88,604)	86,396
Net other financing sources (uses)	<u>(175,000)</u>	<u>(175,000)</u>	<u>(88,604)</u>	<u>86,396</u>
Net change in fund balance	\$ <u>338,000</u>	\$ <u>338,000</u>	437,702	\$ <u>99,702</u>
Fund balance, beginning of year			(336,397)	
Fund balance, end of year			<u>\$ 101,305</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
USED OIL FUND
Year ended June 30, 2015

	<u>Budgetary Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 15,000	\$ 15,000	\$ 10,162	\$ (4,838)
Other	-	-	-	-
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>10,162</u>	<u>(4,838)</u>
Expenditures				
Total expenditures	<u>6,190</u>	<u>6,190</u>	<u>-</u>	<u>(6,190)</u>
	<u>6,190</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>8,810</u>	<u>15,000</u>	<u>10,162</u>	<u>(4,838)</u>
Other financing sources (uses)				
Transfers out	-	(8,690)	(8,957)	(267)
Net other financing sources (uses)	<u>-</u>	<u>(8,690)</u>	<u>(8,957)</u>	<u>(267)</u>
Net change in fund balance	<u>\$ 8,810</u>	<u>\$ 6,310</u>	1,205	<u>\$ (5,105)</u>
Fund balance, beginning of year			<u>9,386</u>	
Fund balance, end of year			<u>\$ 10,591</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
STATE GAS TAX FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,071,000	\$ 1,071,000	\$ 1,003,343	\$ (67,657)
Investment income	2,000	2,000	468	(1,532)
Total revenues	<u>1,073,000</u>	<u>1,073,000</u>	<u>1,003,811</u>	<u>(69,189)</u>
Expenditures				
Current:				
Public works	<u>523,805</u>	<u>1,105,365</u>	<u>999,298</u>	<u>106,067</u>
Total expenditures	<u>523,805</u>	<u>1,105,365</u>	<u>999,298</u>	<u>106,067</u>
Excess (deficiency) of revenues over expenditures	<u>549,195</u>	<u>(32,365)</u>	<u>4,513</u>	<u>36,878</u>
Other financing sources (uses)				
Transfers in	-	249,575	611,219	(361,644)
Transfers out	<u>(1,658,860)</u>	<u>(1,668,860)</u>	<u>(684,029)</u>	<u>984,831</u>
Net other financing sources (uses)	<u>(1,658,860)</u>	<u>(1,419,285)</u>	<u>(72,810)</u>	<u>1,346,475</u>
Net change in fund balance	\$ <u>(1,109,665)</u>	\$ <u>(1,451,650)</u>	(68,297)	\$ <u>1,383,353</u>
Fund balance, beginning of year			<u>771,863</u>	
Fund balance, end of year			<u>\$ 703,566</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
CDBG FUND
Year ended June 30, 2015

	<u>Budgetary Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 506,400	\$ 506,400	\$ 348,167	\$ (158,233)
Community Development	-	46,850	46,806	(44)
Total revenues	<u>506,400</u>	<u>553,250</u>	<u>394,973</u>	<u>(158,277)</u>
Expenditures				
Current:				
Community development	306,400	46,850	46,806	44
Total expenditures	<u>306,400</u>	<u>46,850</u>	<u>46,806</u>	<u>44</u>
Excess (deficiency) of revenues over expenditures	<u>200,000</u>	<u>506,400</u>	<u>348,167</u>	<u>(158,233)</u>
Other financing sources (uses)				
Transfers out	<u>(200,000)</u>	<u>(669,555)</u>	<u>(348,167)</u>	<u>321,388</u>
Net other financing sources (uses)	<u>(200,000)</u>	<u>(669,555)</u>	<u>(348,167)</u>	<u>321,388</u>
Net change in fund balance \$	<u>-</u>	<u>(163,155)</u>	-	<u>(163,155)</u>
Fund balance, beginning of year			-	
Fund balance, end of year			<u>-</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
BICYCLE AND PEDESTRIAN FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 22,000	\$ 94,000	\$ 94,847	\$ 847
Investment income	10	10	-	(10)
Total revenues	<u>22,010</u>	<u>94,010</u>	<u>94,847</u>	<u>837</u>
Expenditures				
Current:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>22,010</u>	<u>94,010</u>	<u>94,847</u>	<u>837</u>
Other financing sources (uses)				
Transfers out	-	-	(6,165)	(6,165)
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(6,165)</u>	<u>(6,165)</u>
Net change in fund balance	\$ <u>22,010</u>	\$ <u>94,010</u>	\$ 88,682	\$ <u>(5,328)</u>
Fund balance, beginning of year			<u>(88,682)</u>	
Fund balance, end of year			<u>\$ -</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
AIR QUALITY IMPROVEMENT FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 40,000	\$ 40,000	\$ 44,832	\$ 4,832
Investment income	150	150	288	138
Total revenues	<u>40,150</u>	<u>40,150</u>	<u>45,120</u>	<u>4,970</u>
Expenditures				
Current:				
Community services	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>40,150</u>	<u>40,150</u>	<u>45,120</u>	<u>4,970</u>
Net change in fund balance \$	<u><u>40,150</u></u>	<u><u>40,150</u></u>	<u>45,120</u>	<u><u>4,970</u></u>
Fund balance, beginning of year			<u>115,404</u>	
Fund balance, end of year			<u><u>\$ 160,524</u></u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
MEASURE R FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 390,000	\$ 390,000	\$ 395,638	\$ 5,638
Investment income	1,500	1,500	914	(586)
Total revenues	<u>391,500</u>	<u>391,500</u>	<u>396,552</u>	<u>5,052</u>
Expenditures				
Current:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>391,500</u>	<u>391,500</u>	<u>396,552</u>	<u>5,052</u>
Other financing sources (uses)				
Transfers out	-	(1,194,230)	-	1,194,230
Net other financing sources (uses)	<u>-</u>	<u>(1,194,230)</u>	<u>-</u>	<u>1,194,230</u>
Net change in fund balance	\$ <u>391,500</u>	\$ <u>(802,730)</u>	396,552	\$ <u>1,199,282</u>
Fund balance, beginning of year			<u>521,262</u>	
Fund balance, end of year			<u>\$ 917,814</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
AFFORDABLE HOUSING FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for services	\$ -	\$ 150,000	\$ 131,540	\$ (18,460)
Total revenues	<u>-</u>	<u>150,000</u>	<u>131,540</u>	<u>(18,460)</u>
Expenditures				
Current:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>150,000</u>	<u>131,540</u>	<u>(18,460)</u>
Net change in fund balance \$	<u>-</u>	<u>150,000</u>	131,540	<u>(18,460)</u>
Fund balance, beginning of year			<u>6,365</u>	
Fund balance, end of year			<u>\$ 137,905</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
SEWER RECONSTRUCTION FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for services	\$ 60,000	\$ 131,000	\$ 119,500	\$ (11,500)
Total revenues	<u>60,000</u>	<u>131,000</u>	<u>119,500</u>	<u>(11,500)</u>
Expenditures				
Current:	10,000	-	-	-
Total expenditures	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>50,000</u>	<u>131,000</u>	<u>119,500</u>	<u>(11,500)</u>
Other financing sources (uses)				
Transfers out	<u>(10,000)</u>	<u>(20,000)</u>	-	<u>20,000</u>
Net other financing sources (uses)	<u>(10,000)</u>	<u>(20,000)</u>	-	<u>20,000</u>
Extraordinary item	-	-	-	-
Net change in fund balance	<u>\$ 40,000</u>	<u>\$ 111,000</u>	\$ 119,500	<u>\$ 8,500</u>
Fund balance, beginning of year			<u>353,226</u>	
Fund balance, end of year			<u>\$ 472,726</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
HSIP FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,253,200	\$ 1,253,200	\$ 13,663	\$ (1,239,537)
Total revenues	<u>1,253,200</u>	<u>1,253,200</u>	<u>13,663</u>	<u>(1,239,537)</u>
Expenditures				
Current:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,253,200</u>	<u>1,253,200</u>	<u>13,663</u>	<u>(1,239,537)</u>
Other financing sources (uses)				
Transfers out	<u>(1,253,200)</u>	<u>(1,253,200)</u>	<u>(13,663)</u>	<u>1,239,537</u>
Net other financing sources (uses)	<u>(1,253,200)</u>	<u>(1,253,200)</u>	<u>(13,663)</u>	<u>1,239,537</u>
Extraordinary item	-	-	-	-
Net change in fund balance \$	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
Fund balance, beginning of year			-	
Fund balance, end of year			<u>\$ -</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
1992/1996 PARK BOND FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 40,000	\$ 40,000	\$ 40,000	\$ -
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Expenditures				
Current:	40,000	-	-	-
Total expenditures	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Other financing sources (uses)				
Transfers out	-	(40,000)	(40,000)	-
Net other financing sources (uses)	<u>-</u>	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u>\$ -</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
STATE RECYCLING FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 9,700	\$ 9,700	\$ 9,691	\$ (9)
Total revenues	<u>9,700</u>	<u>9,700</u>	<u>9,691</u>	<u>(9)</u>
Expenditures				
Current:				
Community services	-	11,850	11,846	4
Total expenditures	<u>-</u>	<u>11,850</u>	<u>11,846</u>	<u>4</u>
Excess (deficiency) of revenues over expenditures	<u>9,700</u>	<u>(2,150)</u>	<u>(2,155)</u>	<u>(5)</u>
Net change in fund balance \$	<u>9,700</u>	<u>(2,150)</u>	<u>(2,155)</u>	<u>(5)</u>
Fund balance, beginning of year			<u>2,431</u>	
Fund balance, end of year			<u>\$ 276</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
PARK ACQUISITION FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for services	\$ 17,000	\$ 178,000	\$ 177,757	\$ (243)
Total revenues	<u>17,000</u>	<u>178,000</u>	<u>177,757</u>	<u>(243)</u>
Expenditures				
Current:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	17,000	178,000	177,757	(243)
Net change in fund balance	\$ <u>17,000</u>	\$ <u>178,000</u>	\$ 177,757	\$ <u>(243)</u>
Fund balance, beginning of year			<u>85,507</u>	
Fund balance, end of year			<u>\$ 263,264</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
LIGHTING AND LANDSCAPE DISTRICT FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 1,130,000	\$ 1,211,000	\$ 1,255,955	\$ 44,955
Investment income	6,000	6,000	1,940	(4,060)
Other	-	-	-	-
Total revenues	<u>1,136,000</u>	<u>1,217,000</u>	<u>1,257,895</u>	<u>40,895</u>
Expenditures				
Current:				
Public works	1,121,700	1,246,945	1,030,218	216,727
Total expenditures	<u>1,121,700</u>	<u>1,246,945</u>	<u>1,030,218</u>	<u>216,727</u>
Excess (deficiency) of revenues over expenditures	<u>14,300</u>	<u>(29,945)</u>	<u>227,677</u>	<u>(175,832)</u>
Other financing sources (uses)				
Transfers in	123,860	123,860	124,416	556
Net other financing sources (uses)	<u>123,860</u>	<u>123,860</u>	<u>124,416</u>	<u>556</u>
Net change in fund balance	\$ <u>138,160</u>	\$ <u>93,915</u>	352,093	\$ <u>258,178</u>
Fund balance, beginning of year			<u>596,345</u>	
Fund balance, end of year			<u>\$ 948,438</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
CONGESTION MITIGATION & AIR QUALITY FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 209,237	\$ 209,237
Total revenues	<u>-</u>	<u>-</u>	<u>209,237</u>	<u>209,237</u>
Expenditures				
Current:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>209,237</u>	<u>209,237</u>
Other financing sources (uses)				
Transfers out	-	(855,000)	(227,346)	627,654
Net other financing sources (uses)	<u>-</u>	<u>(855,000)</u>	<u>(227,346)</u>	<u>627,654</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (855,000)</u>	<u>(18,109)</u>	<u>\$ 836,891</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u>\$ (18,109)</u>	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
PUBLIC ART FUND
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for services	\$ -	\$ 144,000	\$ 125,675	\$ (18,325)
Fines	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>144,000</u>	<u>125,675</u>	<u>(18,325)</u>
Expenditures				
Current:	30,000	-	-	-
Total expenditures	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	(25,000)	(84,000)	(23,774)	60,226
Net other financing sources (uses)	<u>(25,000)</u>	<u>(84,000)</u>	<u>(23,774)</u>	<u>60,226</u>
Excess (deficiency) of revenues over expenditures	<u>(55,000)</u>	<u>60,000</u>	<u>101,901</u>	<u>41,901</u>
Net change in fund balance	\$ <u>(55,000)</u>	\$ <u>60,000</u>	101,901	\$ <u>41,901</u>
Fund balance, beginning of year			<u>6,081</u>	
Fund balance, end of year			<u>\$ 107,982</u>	

**City of Temple City
Nonmajor Special Revenue Fund
SAFE ROUTES TO SCHOOL FUND
Year ended June 30, 2015**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Investment income	\$ -	\$ -	\$ 431,900	\$ 431,900
Total revenues	-	-	431,900	431,900
Expenditures				
Current:				
Community development	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	431,900	431,900
Other financing sources (uses)				
Transfers out	-	(431,900)	(431,900)	-
Net other financing sources (uses)	-	(431,900)	(431,900)	-
Net change in fund balance	\$ -	\$ (431,900)	\$ -	\$ 431,900
Fund balance, beginning of year			-	
Fund balance, end of year			\$ -	

City of Temple City
Nonmajor Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
ENVIRONMENTAL PROTECTION AGENCY
Year ended June 30, 2015

	Budgetary Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 194,000	194,000
Total revenues	<u>-</u>	<u>-</u>	<u>194,000</u>	<u>194,000</u>
Expenditures				
Current:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	194,000	194,000
Other financing sources (uses)				
Transfers out	-	(194,000)	(81,555)	(112,445)
Net other financing sources (uses)	<u>-</u>	<u>(194,000)</u>	<u>(81,555)</u>	<u>(112,445)</u>
Net change in fund balance	-	(194,000)	112,445	(81,555)
Fund balance, beginning of year			-	
Fund balance, end of year			<u>\$ 112,445</u>	

STATISTICAL SECTION

This part of the City of Temple City's (the City) comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the city provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of Temple City
Net Position by Component – Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities:										
Net position, investment in capital assets	\$ 22,123,584	\$ 22,411,970	\$ 24,916,427	\$ 26,109,373	\$ 27,542,462	\$ 28,131,358	\$ 29,208,039	\$ 38,038,920	\$ 51,168,623	\$ 52,166,900
Restricted	10,094,196	10,569,111	8,637,170	9,924,588	10,961,386	14,736,866	11,889,013	8,445,931	4,083,955	4,898,508
Unrestricted	15,368,695	17,966,076	21,393,668	20,313,976	18,729,825	16,112,547	24,103,180	21,329,869	9,044,919	11,485,507
Total governmental activities net assets	\$ 47,586,475	\$ 50,947,157	\$ 54,947,265	\$ 56,347,937	\$ 57,233,673	\$ 58,980,771	\$ 65,200,232	\$ 67,814,720	\$ 64,297,497	\$ 68,550,915
% changes from prior year	6.28%	7.06%	7.85%	2.55%	1.57%	3.05%	10.54%	4.01%	-5.19%	6.62%

City of Temple City
Change in Net Position – Expenses and Program Revenues – Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses:										
Governmental activities:										
General government	\$ 1,929,063	\$ 1,932,634	\$ 2,060,431	\$ 2,410,692	\$ 2,716,505	\$ 2,827,384	\$ 3,281,194	\$ 3,769,018	\$ 3,512,190	3,663,847
Public safety	3,477,139	3,773,419	4,197,010	4,528,763	4,484,281	4,662,120	4,818,217	5,122,868	5,718,966	5,005,641
Public works	3,012,664	3,422,014	4,624,945	2,827,551	2,969,555	1,960,629	2,162,481	2,520,925	2,970,264	3,065,241
Community development	1,297,393	1,181,969	1,277,870	1,620,525	1,480,064	1,657,399	1,562,859	1,692,614	2,222,569	3,314,298
Community services	1,821,923	2,088,649	2,380,609	2,813,843	2,581,200	3,016,958	3,357,423	2,990,670	2,947,479	2,940,626
Decline in value of property held for resale	-	-	-	-	-	-	-	-	-	-
Pass through expenditures	-	-	-	-	-	-	-	-	-	-
Interest on long-term debt	714,252	352,823	343,561	333,209	321,043	429,238	149,503	-	-	-
Total governmental activities expenses	12,252,434	12,751,508	14,884,426	14,534,583	14,552,648	14,553,728	15,331,677	16,096,095	17,371,468	17,989,652
Program revenues:										
Governmental activities:										
Changes for services										
General government	164,010	165,695	149,281	149,576	151,245	82,910	39,317	1,128,428	142,880	168,420
Public safety	538,813	560,933	555,632	647,841	877,083	516,034	719,955	588,380	596,058	469,919
Public works	699,729	208,002	87,170	61,068	56,906	88,506	220,136	314,631	917,044	978,835
Community development	1,178,687	1,251,314	1,469,402	927,150	1,056,657	1,007,719	1,322,476	1,315,893	1,424,955	1,953,925
Community services	645,626	718,686	797,332	790,357	686,185	517,381	528,043	567,649	596,879	588,477
Operating grants and contributions										
General government	55,006	58,335	54,002	51,038	45,555	44,773	-	-	141,216	8,089
Public safety	130,764	113,801	103,176	100,589	133,272	136,935	100,238	100,135	100,000	106,230
Public works	890,949	981,538	1,299,422	928,018	1,886,781	4,065,287	3,749,837	5,128,889	4,772,938	4,679,133
Community development	202,457	178,948	104,763	717,302	349,299	273,917	246,086	856,693	2,279,234	785,166
Community services	1,256,579	1,627,245	1,309,753	1,168,478	975,576	83,035	99,848	73,000	88,168	227,450
Capital grants and contributions										
Public safety	-	-	-	-	-	-	-	-	-	-
Public works	-	-	1,762,314	78,551	-	-	-	-	-	-
Community development	-	-	-	-	-	-	-	-	-	-
Total governmental activities revenues	5,762,620	5,864,497	7,692,247	5,619,968	6,218,559	6,816,497	7,025,936	10,073,698	11,059,372	9,965,644
Net revenues (expenses):										
Governmental activities:	(6,489,814)	(6,887,011)	(7,192,179)	(8,914,615)	(8,334,089)	(7,737,231)	(8,305,741)	(6,022,397)	(6,312,096)	(8,024,008)

City of Temple City

Change in Net Position – Expenses and Program Revenues – Last Ten Fiscal Years (Continued)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General revenues and other changes in net position:										
Taxes										
Property taxes	3,041,999	3,438,142	3,610,345	3,764,946	2,780,452	3,259,485	2,253,677	2,474,978	2,597,549	2,728,718
Transient occupancy taxes	41,881	47,325	45,013	41,536	34,844	34,221	32,966	28,898	46,849	53,612
Sales taxes	1,552,704	1,607,510	1,764,523	1,675,895	1,475,728	1,614,726	1,642,318	1,711,128	1,735,613	1,873,423
Franchise taxes	526,725	569,796	560,375	581,526	533,542	542,523	553,598	550,527	562,535	590,620
Other taxes	193,785	153,579	118,497	91,886	127,573	99,701	99,417	158,962	171,193	175,892
Investment income	907,319	1,363,484	1,233,122	712,967	262,636	409,097	378,269	132,565	203,571	180,197
State motor vehicle in lieu	3,012,017	2,752,706	3,482,229	3,059,138	3,549,571	3,229,851	3,196,237	3,310,180	3,472,659	4,887,322
State revenue-other	37,248	6,737	13,063	8,203	6,975	8,844	12,276	7,579	11,166	8,958
Net loss on sale of assets	(297,601)	-	-	-	-	-	-	-	-	-
Other revenue	285,364	308,414	365,120	379,190	448,504	285,881	1,071,678	262,068	237,723	778,693
Total general revenues and transfers	9,301,441	10,247,693	11,192,287	10,315,287	9,219,825	9,484,329	9,240,436	8,636,885	9,038,858	11,277,435
Changes in net position	2,811,627	3,360,682	4,000,108	1,400,672	885,736	1,747,098	934,695	2,614,488	2,726,762	3,253,427
Extraordinary items - RDA dissolution:	-	-	-	-	-	-	3,744,062	-	-	-
Change in net position	2,811,627	3,360,682	4,000,108	1,400,672	885,736	1,747,098	4,678,757	2,614,488	2,726,762	3,253,427
Net position at beginning of year - restated	44,774,848	47,586,475	50,947,157	54,947,265	56,347,937	57,233,673	60,521,475	65,200,232	61,570,735	65,297,488
Net position at end of year	\$47,586,475	\$50,947,157	\$54,947,265	\$56,347,937	\$57,233,673	\$58,980,771	\$65,200,232	\$67,814,720	\$64,297,497	\$68,550,915

Source: City of Temple City Basic Financial Statements

City of Temple City
Fund Balances of Governmental Funds – Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,678	\$ 12,795	\$ 10,531	\$ 409,084
Restricted	3,187,512	2,966,122	2,751,507	2,563,065	2,360,171	1,771,165	-	-	-	-
Committed	-	-	-	-	-	-	4,500,000	4,500,000	3,500,000	3,500,000
Assigned	-	-	-	-	-	-	17,200,000	15,150,000	12,769,580	12,868,392
Unassigned	18,253,707	20,906,179	22,063,783	22,052,532	22,340,207	23,542,553	2,352,402	1,764,267	1,725,404	3,249,131
Total general fund	21,441,219	23,872,301	24,815,290	24,615,597	24,700,378	25,313,718	24,054,080	21,427,062	18,005,515	20,026,607
All other governmental funds:										
Nonspendable	-	-	-	-	-	-	-	-	-	1,088,219
Restricted	1,598	6,074	10,129	10,931	22,706	14,736,866	11,889,013	8,445,931	2,959,528	4,898,508
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned, reported in:										
Special revenue funds	11,038,120	11,636,875	11,944,610	12,495,281	12,846,187	(84,843)	-	(150)	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	(1,722,989)
Debt service funds	(3,391,240)	(3,357,488)	(3,352,088)	(3,314,129)	(3,424,412)	(3,223,856)	-	-	-	-
Total all other governmental funds	7,646,880	8,279,387	8,592,522	9,181,152	9,421,775	(3,308,699)	-	(150)	-	(1,722,989)
Total governmental funds	\$ 29,089,697	\$ 32,157,762	\$ 33,417,941	\$ 33,807,680	\$ 34,144,859	\$ 36,741,885	\$ 35,943,093	\$ 29,872,843	\$ 20,965,043	\$ 24,290,345

(1) This schedule reports using the modified accrual basis of accounting.

Source: City of Temple City basic financial statements

City of Temple City
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues:										
Taxes	\$ 4,808,989	\$ 5,173,859	\$ 5,417,410	\$ 5,514,153	\$ 4,641,626	\$ 6,303,326	\$ 6,126,340	\$ 6,068,935	\$ 6,310,783	\$ 6,678,220
Licenses and permits	1,092,015	1,200,311	1,385,267	950,216	1,096,347	1,028,284	1,345,183	1,335,720	1,434,610	1,844,793
Intergovernmental	5,075,515	5,710,223	6,135,863	5,792,744	6,923,107	6,462,142	6,026,300	7,980,590	9,334,821	8,964,552
Charges for services	2,381,260	1,981,477	1,966,285	1,968,828	1,781,384	1,104,495	929,351	2,180,285	1,760,155	2,204,878
Fines	361,278	365,335	347,871	399,053	631,064	495,469	697,246	568,553	580,039	447,512
Use of money and property	1,377,813	1,794,913	1,654,677	1,024,633	610,529	562,190	493,070	220,984	411,657	242,457
Grant and loan repayment (low income)	135,026	55,873	103,493	87,326	23,590	49,195	74,632	85,359	-	-
Other	265,039	277,738	288,075	306,020	349,851	415,145	128,805	269,647	266,166	860,667
Total revenues	15,496,935	16,559,729	17,298,941	16,042,973	16,057,498	16,420,246	15,820,927	18,710,073	20,098,231	21,243,079
Expenditures										
Current:										
General government	1,727,929	1,759,354	1,879,166	2,012,604	2,263,820	2,492,012	2,773,777	3,648,367	3,130,434	3,393,501
Community development	1,277,887	1,128,219	1,208,947	1,708,161	1,323,870	1,231,126	1,227,221	1,635,843	2,047,539	1,843,581
Public safety	3,450,236	3,679,592	4,147,359	4,358,517	4,285,919	4,353,874	4,676,268	5,103,805	5,213,419	4,878,406
Public works	2,964,906	3,846,473	5,373,030	3,790,966	2,376,038	1,665,506	1,803,025	2,207,950	2,544,287	2,746,162
Community services	1,178,899	1,370,103	2,190,855	2,517,786	2,246,777	2,733,160	2,994,515	2,784,456	2,739,171	2,667,377
Capital outlay:	634,647	756,406	250,600	233,868	2,106,266	1,132,410	1,520,720	9,399,902	13,929,743	1,665,752
Debt services										
Principal retirement	3,705,000	240,000	280,000	285,000	295,000	305,000	315,000	-	-	-
Interest and fiscal charges	505,843	504,814	490,352	471,281	452,423	433,050	153,684	-	-	-
Bond issuance costs	320,500	-	-	-	-	-	-	-	-	-
Pass-through payment	-	-	12,197	51,612	40,046	36,333	10,897	-	-	-
ERAF payment	-	-	-	-	330,160	67,974	-	-	-	-
Total expenditures	15,765,847	13,284,961	15,832,506	15,429,795	15,720,319	14,450,445	15,475,107	24,780,323	29,604,593	17,194,779
Excess (deficiency) of revenues over (under) expenditures	(268,912)	3,274,768	1,466,435	613,178	337,179	1,969,801	345,820	(6,070,250)	(9,506,362)	4,048,300

City of Temple City
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years (Continued)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Other financing sources (uses):										
Transfers in	10,625,244	1,952,033	3,002,181	2,709,757	2,881,170	1,740,640	2,345,392	10,038,826	13,041,701	2,913,494
Transfer out	(10,800,611)	(2,158,736)	(3,208,437)	(2,933,196)	(2,881,170)	(1,740,640)	(2,345,392)	(10,038,826)	(13,041,701)	(2,913,494)
Issuance of Refunding Revenue Bonds	8,000,000	-	-	-	-	-	-	-	-	-
Bond Discount	(67,320)	-	-	-	-	-	-	-	-	-
Net other financing sources (uses)	7,757,313	(206,703)	(206,256)	(223,439)	-	-	-	-	-	-
Change in fund balance before extraordinary items	7,488,401	3,068,065	1,260,179	389,739	337,179	1,969,801	345,820	(6,070,250)	(9,506,362)	4,048,300
Extraordinary items - RDA dissolution transactions:	-	-	-	-	-	-	(517,387)	-	-	-
Net change in fund balance	7,488,401	3,068,065	1,260,179	389,739	337,179	1,969,801	(171,567)	(6,070,250)	(9,506,362)	4,048,300
Fund balances at beginning of year - restated:	21,601,296	29,089,697	32,157,762	33,417,941	33,807,680	34,144,859	36,114,660	35,943,093	30,471,405	20,242,045
Fund balances at end of year:	\$ 29,089,697	\$ 32,157,762	\$ 33,417,941	\$ 33,807,680	\$ 34,144,859	\$ 36,114,660	\$ 35,943,093	\$ 29,872,843	\$ 20,965,043	\$ 24,290,345

Note: This schedule reports using the modified accrual basis of accounting.

Source: City of Temple City basic financial statements

**City of Temple City
Revenue Capacity
Assessed Value of Taxable Property – Last Ten Fiscal Years**

CATEGORY	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Residential	\$ 2,315,701,302	\$ 2,545,342,272	\$ 2,750,833,559	\$ 2,914,566,164	\$ 2,952,976,525	\$ 3,049,375,507	\$ 3,176,587,665	\$ 3,291,734,411	\$ 3,466,485,194	\$ 3,689,389,556
Commercial	184,839,402	202,110,656	215,663,103	224,186,414	233,159,971	235,240,642	241,334,139	247,949,455	256,434,441	268,609,969
Industrial	28,983,752	30,663,567	34,880,561	34,717,363	39,131,023	38,968,701	39,934,596	41,224,415	42,828,810	43,112,473
Institutional	9,786,833	10,930,100	13,537,061	17,074,075	17,328,942	17,129,301	19,415,635	14,560,720	14,528,414	19,873,535
Irrigated	458,999	468,178	477,541	487,091	496,832	495,652	499,382	459,000	468,180	106,342
Miscellaneous	467,444	476,791	53,351	586,417	55,504	55,370	55,784	56,898	58,033	38,308
Recreational	2,349,153	292,895	2,376,252	3,302,989	3,249,693	2,150,752	1,191,956	1,213,113	1,522,574	1,239,690
Vacant	21,244,944	19,708,862	37,540,887	40,399,192	31,388,447	28,565,197	27,242,717	32,285,185	32,646,273	31,540,476
SBE Nonunitary	752,690	724,004	591,361	362,891	362,891	252,011	252,011	252,011	252,011	252,011
Cross Reference	7,989,250	8,798,674	7,381,576	7,646,698	7,724,752	7,959,915	8,116,437	9,176,726	10,334,699	10,214,241
Unsecured	24,368,140	24,989,966	26,391,071	27,096,629	26,963,336	29,917,083	32,360,705	32,947,948	32,675,627	33,888,380
Exempt	(5,661,444)	(5,661,444)	(5,495,198)	(5,856,015)	(5,735,744)	(5,735,744)	(5,735,744)	(5,735,744)	(5,735,744)	(6,706,835)
Totals	\$ 2,591,280,465	\$ 2,838,844,521	\$ 3,084,231,125	\$ 3,264,569,908	\$ 3,307,102,172	\$ 3,404,374,387	\$ 3,541,255,283	\$ 3,666,124,138	\$ 3,852,498,512	\$ 4,098,264,981
Total Direct Rate	0.0941	0.08976	0.09254	0.09188	0.09197	0.09202	0.09120	0.09076	0.08886	0.08892

Note: Exempt values are not included in totals.

Source: L.A. County Assessor 2005/06 - 2014/15 Combined Tax Roll

**City of Temple City
Revenue Capacity**

Direct and Overlapping Government Property Tax Rates – Last Ten Fiscal Years

Agency	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Basic Levy (1)	1.00000									
Arcadia Lighting	0.00000	0.00000	0.00000	0.00445	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Arcadia Unified	0.02746	0.02831	0.08086	0.07911	0.07561	0.07456	0.07691	0.07670	0.07550	0.07653
County Detention Facilities 1987 Debt	0.00080	0.00066	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
El Monte City School District	0.08057	0.06402	0.08068	0.09045	0.11907	0.12388	0.12733	0.13288	0.12735	0.11822
El Monte Union High School	0.05425	0.05847	0.02820	0.05160	0.09654	0.08475	0.09591	0.08992	0.09799	0.08418
LA CCD Ds 2008-2012 Series F	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.01119	0.00000	0.00000
LA Community College District	0.01429	0.02146	0.00879	0.02212	0.02311	0.04031	0.03530	0.03756	0.04454	0.04017
LA County Flood Control	0.00005	0.00005	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Metropolitan Water District	0.00520	0.00470	0.00450	0.00430	0.00430	0.00370	0.00370	0.00350	0.00350	0.00350
Pasadena Community College District	0.00410	0.02080	0.01972	0.01742	0.02300	0.01986	0.01956	0.02056	0.01899	0.01032
Rosemead School District	0.07515	0.05420	0.08283	0.06875	0.11358	0.10743	0.10507	0.10240	0.10314	0.09886
San Gabriel Unified	0.05284	0.04930	0.05741	0.09294	0.10070	0.10190	0.08454	0.10523	0.10082	0.11444
Temple City Unified	0.04465	0.04977	0.04414	0.04661	0.04910	0.04950	0.04590	0.04981	0.10744	0.09985
Temple City Unified Ds 1998 Series A	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
Total Direct & Overlapping (2) Tax Rates	1.35935	1.35173	1.40713	1.47774	1.60501	1.60589	1.59422	1.62975	1.67927	1.64608
City's Share of 1% Levy Per Prop 13 (3)	0.09370	0.09370	0.09370	0.09370	0.09370	0.09370	0.09370	0.09370	0.09370	0.09370
General Obligation Debt Rate										
Redevelopment Rate (4)	1.00604	1.00541	1.00450	1.00430	1.00430	1.00370	1.00370			
Total Direct Rate (5)	0.09410	0.08976	0.09254	0.09188	0.09197	0.09202	0.09120	0.09076	0.08886	0.08892

(1) In 1978, California voters passed Proposition 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approval bonds.

(2) Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.

(3) City's Share of 1% Levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the city. ERAF general fund tax shifts may not be included in the tax ratio figures.

(4) Redevelopment Rate is based on the largest RDA tax rate area and includes only rate(s) from indebtedness adopted prior to 1989 per California State statute. RDA direct and overlapping rates are applied only to the incremental property values. The approval of ABX1 26 eliminated Redevelopment from the State of California for the fiscal year 2012/2013 and years thereafter.

(5) Total Direct Rate is the weighted average of all individual direct rates applied to by the government preparing the statistical section information and excludes revenues derived from aircraft.

Beginning in 2013/14 the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City in the same proportions as general fund revenue.

Source: L.A. County Assessor 2005/06 - 2014/15 Tax Rate Table

**City of Temple City
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2006	\$ 2,584,215	\$ 2,226,303	86.15%	\$ 357,912	\$ 2,584,215	100.00%
2007	2,944,518	2,453,795	83.33%	490,723	2,944,518	100.00%
2008	3,104,241	2,660,485	85.70%	443,756	3,104,241	100.00%
2009	3,210,234	2,820,660	87.86%	389,574	3,210,234	100.00%
2010	2,660,326	2,857,221	107.40%	(196,895)	2,660,326	100.00%
2011	3,238,026	2,941,760	90.85%	296,266	3,238,026	100.00%
2012	3,359,572	3,063,945	91.20%	295,627	3,359,572	100.00%
2013	3,619,421	3,174,199	87.70%	445,222	3,619,421	100.00%
2014	3,794,593	3,340,124	88.02%	454,469	3,794,593	100.00%
2015	3,984,673	3,549,165	89.07%	-	3,549,165	89.07%

Note: The amounts presented include city property taxes, Muni Lighting District, Muni Lighting District A, and Muni Lighting District B

Source: Los Angeles County Auditor Controller

**City of Temple City
Revenue Capacity
General Fund Revenues - Last Ten Fiscal Years**

Fiscal year ended	Taxes	Licenses and Permits	Intergovernmental	Charges for Services	Fines	Investment Income	Rental Income	Other Revenues	Total Revenues
2006	3,970,043	1,092,015	2,721,891	585,885	256,879	897,594	33,698	264,039	9,822,044
2007	4,359,660	1,200,311	3,068,372	621,383	254,024	1,167,407	37,413	276,738	10,985,308
2008	4,578,801	1,385,267	3,482,229	674,154	242,337	1,034,417	90,108	287,075	11,774,388
2009	4,542,514	950,216	3,051,888	662,360	287,575	694,444	80,794	305,020	10,574,811
2010	3,830,602	1,096,347	3,549,571	542,976	534,287	442,363	65,928	348,851	10,410,925
2011	4,451,470	1,028,284	3,229,851	631,355	423,041	409,097	57,442	414,145	10,644,685
2012	4,581,975	1,345,183	3,196,237	757,496	646,498	378,269	57,268	128,805	11,091,731
2013	4,924,493	1,335,720	3,310,180	957,437	521,440	132,565	53,369	269,647	11,504,851
2014	5,113,739	1,434,610	3,480,366	1,510,392	554,805	203,571	68,411	246,206	12,612,100
2015	5,422,265	1,844,793	4,895,411	1,527,116	433,102	148,086	89,116	819,206	15,179,095

Source: City of Temple City basic financial statements

**City of Temple City
Revenue Capacity
Principal Property Taxpayers
Current Fiscal Year and Nine Fiscal Years Ago**

Taxpayer	2014-2015			2005-2006		
	Taxable Assessed	Rank	Percentage of Total City Taxable Assessed	Taxable Assessed	Rank	Percentage of Total City Taxable Assessed
	Value		Value	Value		Value
Calac Investment	\$ 21,550,794	1	0.53%	\$ 18,952,561	1	0.73%
Gradiazio Investment Company	14,891,391	2	0.36%	13,096,039	2	0.50%
Gateway Limited Partnership	12,351,924	3	0.30%			
(Pending Appeals On Parcels)						
HO Sultana LLC	8,217,538	4	0.20%			
Ralphs Grocery Company	7,591,974	5	0.19%	6,331,459	5	0.24%
5600 Gracewood LLC	7,083,974	6	0.17%			
James J. and Sue Femino Trust	5,800,820	7	0.14%	5,101,468	6	0.20%
(Pending Appeals On Parcels)						
Barchester Temple City	5,246,088	8	0.13%			
Dong Chung and Zhen H Feng	5,200,000	9	0.13%			
Christian Church PAC SW Region	5,197,020	10	0.13%			
Santa Anita Convalescent Hospital				7,003,959	4	0.27%
TCD Enterprise Inc.				11,494,260	3	0.44%
5561 Sultana LLC				4,260,076	7	0.16%
Miller Drive Partnership				3,869,540	8	0.15%
Ramshorn Corp.				3,481,151	9	0.13%
Preetpal Neeshi LLC				3,476,018	10	0.13%
Top Ten Total	\$ 93,131,523		2.28%	\$ 77,066,531		2.95%
City Total	\$ 4,098,264,981			\$ 2,596,941,909		

Source: L.A. County Assessor 2014/15 Combined Tax Rolls and the SBE Non Unitary Tax Roll

**City of Temple City
Revenue Capacity
Top 25 Sales Tax Producers – Current Fiscal Year**

Business Name	Business Category
AT&T Mobility	Electronics/Appliance Stores
Chevron	Service Stations
Circle K	Service Stations
Circle K	Service Stations
CVS Pharmacy	Drug Stores
Green Island Restaurant	Casual Dining
Hometown Buffet	Fast-Casual Restaurants
In N Out Burgers	Quick-Service Restaurants
K Mart	Discount Department Stores
McDonalds	Quick-Service Restaurants
Modern Lighting	Plumbing/Electronics Supplies
Office Depot	Office Supplies/Furniture
OO Kook BBQ	Casual Dining
Pep Boys	Automotive/Supply Stores
Ralphs	Grocery Stores Liquor
Rite Aid	Drug Stores
Seafood Village	Casual Dining
Super A Foods	Grocery Stores Liquor
Super Pets	Specialty Stores
Temple City Mobil	Service Stations
Temple City Powersports	Boats/Motorcycles
The Hat	Quick-Service Restaurants
TJ Maxx	Family Apparel
Vasil	Service Stations

Note: Firms listed alphabetically. Period April 2014 Thru March 2015

Source: Hinderliter, de Llamas & Associates, State Board of Equalization

**City of Temple City
Debt Capacity
Direct and Overlapping Debt**

	Gross bonded debt balance	Percent applicable to City	Net bonded debt
Direct debt	\$ -	0.000	\$ -
Overlapping debt			
337.05 METROPOLITAN WATER DISTRICT	53,296,395	0.410	218,744
473.56 EL MONTE CITY SD DS 2005 REFUND BONDS	13,490,846	10.508	1,417,616
473.57 EL MONTE CITY SD DS 2004 SERIES B	8,095,000	10.508	850,621
473.59 EL MONTE CITY SD DS 2004 SERIES D(2009)	9,113,484	10.508	957,643
473.60 EL MONTE CITY SD DS 2008 SERIES A	16,480,000	10.508	1,731,716
473.61 EL MONTE CITY SD DS 2008 SERIES A-1BABS	18,540,000	10.508	1,948,180
473.62 EL MONTE CITY SD DS 2008, SERIES B	16,430,000	10.508	1,726,462
473.63 EL MONTE CITY SD DS 2012 REFUND BONDS	5,998,159	10.508	630,286
629.52 ROSEMEAD SD DS 2000 SERIES C	165,000	2.690	4,439
629.53 ROSEMEAD SD DS 2007 SERIES D	12,770,000	2.690	343,572
629.54 ROSEMEAD SD DS 2008 SERIES A	8,405,000	2.690	226,133
629.55 ROSEMEAD SD DS 2011 REF BOND	5,340,000	2.690	143,671
629.56 ROSEMEAD SD DS 2012 REF BONDS	8,326,503	2.690	224,022
629.58 ROSEMEAD SD DS 2008 SERIES T 1	6,240,000	2.690	167,885
745.51 EL MONTE UNION HSD 2002 SERIES A	1,105,000	6.055	66,909
745.53 EL MONTE UNION HSD 2006 REFUND BONDS	32,182,565	6.055	1,948,678
745.54 EL MONTE UNION HSD 2002 SERIES C	26,815,000	6.055	1,623,668
745.55 EL MONTE UNION HSD DS 2008 SERIES A	51,810,339	6.055	3,137,154
745.56 EL MONTE UNION HSD DS 2008 SERIES B	30,278,694	6.055	1,833,397
805.55 LA CCD DS 2003 TAXABLE SERIES 2004B	2,115,000	0.018	390
805.56 LA CCD DS 2001 TAXABLE SERIES 2004A	31,555,000	0.018	5,818
805.57 LA CCD DS REFUNDING 2001 SERIES 2005A	18,140,000	0.018	3,344
805.58 LA CCD DS 2001, 2006 SERIES B	20,360,000	0.018	3,754
805.59 LA CCD DS 2003, 2006 SERIES C	10,265,000	0.018	1,893
805.60 LA CCD DS 2001, 2008 SER E-1	26,160,000	0.018	4,823
805.62 LA CCD DS 2003, 2008 SER F-1	25,525,000	0.018	4,706
805.64 LA CCD DS 2008, 2009 TAXABLE SER A	75,000,000	0.018	13,828
805.65 LA CCD DS 2008, 2009 TAXABLE SER B	175,000,000	0.018	32,265
805.66 LA CCD DS 2008, 2010 TAX SERIES D	125,000,000	0.018	23,046
805.67 LA CCD DS 2008, 2010 TAX SER E (BABS)	900,000,000	0.018	165,933
805.70 LA CCD DS 2013 REF BONDS	268,075,000	0.018	49,425
805.71 LA CCD DS 2008 SERIES G	2,205,070,000	0.018	406,549
812.51 PASADENA CCD DS 2006 SERIES B	25,385,000	5.655	1,435,558
812.53 PASADENA CCD DS 2002, 2006 SERIES D	24,160,000	5.655	1,366,282
812.54 PASADENA CCD 2002, 2009 SERIES E (BABS)	25,295,000	5.655	1,430,468
812.55 PASADENA CCD DS 2014 REF SERIES A	16,780,000	5.655	948,933
817.51 ARCADIA UNIFIED DS 1993 SERIES A	3,107,113	3.084	95,820
817.53 ARCADIA UNIFIED DS 1993 SERIES C	856,360	3.084	26,409
817.54 ARCADIA UNIFIED DS REF. BONDS 1993 2005 SERIES	2,400,000	3.084	74,013
817.55 ARCADIA UNIFIED DS 2006 SERIES A	157,065,423	3.084	4,843,710
817.57 ARCADIA UNIFIED DS 2006 SERIES B	27,000,000	3.084	832,648
920.52 SAN GABRIEL USD DS 2002 SERIES B	1,112,600	2.563	28,517
920.53 SAN GABRIEL USD DS 2005 REF. BONDS	4,918,892	2.563	126,074
920.54 SAN GABRIEL USD DS 2002 SER 2007 C	15,245,000	2.563	390,738
920.55 SAN GABRIEL USD DS 2008 SERIES A	10,422,878	2.563	267,144
920.56 SAN GABRIEL USD DS 2010 REF BONDS	17,748,245	2.563	454,898
920.57 SAN GABRIEL USD DS 2008 SERIES B	6,390,000	2.563	163,779
920.58 SAN GABRIEL USD DS 2012 REF BOND SERIES B	16,873,464	2.563	432,476
920.59 SAN GABRIEL USD DS 2008 SERIES C	22,997,960	2.563	589,451
947.51 TEMPLE CITY USD DS 1998 SERIES A	2,129,100	70.952	1,510,643
947.52 TEMPLE CITY USD DS 1998 SERIES B	4,666,501	70.952	3,310,985
947.53 TEMPLE CITY USD DS 2005 REFUNDING BOND	9,190,000	70.952	6,520,508
947.54 TEMPLE CITY USD DS 2012 SERIES A	39,503,164	70.952	28,028,367
Total overlapping debt			72,793,991
Total direct and overlapping debt			\$ 72,793,991

2014-2015 Assessed Valuation: \$3,991,271,515

Debt to Assessed Valuation Ratios:

Direct debt	0.00%
Overlapping debt	1.82%
Total debt	1.82%

- (1) This fund is a portion of a larger agency, and is responsible for debt in areas outside the City.
(2) Debt figures include general obligation debt which is being repaid through voter-approved property taxes indebtedness. It excludes mortgage revenue, tax allocation bonds, interim financing obligations, non-bonded capital lease obligations, and certificates of participation, unless provided by the City.

Source: HdL Coren & Cone, Los Angeles County Assessor Combined 2014/15 Lien Date Tax Rolls

City of Temple City
Demographic and Economic Statistics – Last Ten Fiscal Years

Calendar Year	Population	Per Capita Personal Income	Unemployment Rate	Median Age	% of Pop 25+ with High School Degree	% of Pop 25+ with Bachelor's Degree
2005	35,396	\$22,513	3.4%	-	-	-
2006	35,336	\$23,709	3.0%	-	-	-
2007	35,360	\$24,504	3.2%	-	-	-
2008	35,423	\$24,688	4.8%	-	-	-
2009	35,615	\$24,112	7.5%	40.5	87.1%	32.4%
2010	35,892	\$27,889	8.2%	40.8	86.3%	32.2%
2011	35,749	\$26,194	8.0%	40.6	86.5%	36.0%
2012	35,952	\$26,347	6.0%	40.9	85.4%	35.9%
2013	36,134	\$25,806	4.9%	41.5	86.0%	35.9%
2014	36,152	\$26,656	5.4%	41.3	85.9%	37.0%

Notes and Data Sources:

Population: California State Department of Finance.

Unemployment Data: California Employment Development Department

2005-2009 Income, Age, and Education Data: ESRI- Demographic Estimates are based on the last available Census. Projections are developed by incorporating all of the prior census data release date. Demographic Data is totaled from Census Block Groups that overlap the City's boundaries.

2010 and later - Income, Age, and Education Data - US Census Bureau, most recent American Community Survey.

**City of Temple City
Operating Information
Construction Activity - Last Ten Fiscal Years**

Calendar year ended	New Residential	New Commercial	Total	Demolitions	New Value of Construction
2006	\$ 21,957,999	\$ 1,980,100	\$ 23,938,099	\$ 258,150	\$ 23,679,959
2007	25,630,380	3,240,390	28,870,770	209,560	28,661,210
2008	20,980,153	1,340,500	22,320,653	123,390	23,537,763
2009	19,127,998	3,892,187	23,020,185	99,000	22,921,185
2010	20,200,934	2,156,535	22,357,469	162,000	22,195,469
2011	23,754,355	1,175,540	24,929,895	139,048	24,790,847
2012	19,536,413	2,490,427	22,026,840	144,000	21,882,840
2013	21,298,596	14,433,160	35,731,756	322,000	35,409,756
2014	32,964,118	1,298,205	34,262,323	429,900	33,832,423
2015	37,651,625	2,217,000	39,868,625	421,900	39,446,725

Source: City of Temple City Community Development Department

**City of Temple City
Operating Information**

Full-Time Equivalent City Employees by Function – Last Ten Fiscal Years

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Full Time	8.85	7.85	7.80	7.80	7.80	7.80	7.80	8.80	9.95	9.95
Part Time	0.83	0.86	0.64	0.61	0.65	0.85	3.11	3.11	1.85	3.50
	<u>9.68</u>	<u>8.71</u>	<u>8.44</u>	<u>8.41</u>	<u>8.45</u>	<u>8.65</u>	<u>10.91</u>	<u>11.91</u>	<u>11.80</u>	<u>13.45</u>
Community Development										
Full Time	7.10	8.10	7.15	7.15	7.15	6.10	6.10	6.20	6.90	6.90
Part Time	0.00	0.01	0.44	0.16	0.26	0.06	1.64	2.64	1.60	2.50
	<u>7.10</u>	<u>8.11</u>	<u>7.59</u>	<u>7.31</u>	<u>7.41</u>	<u>6.16</u>	<u>7.74</u>	<u>8.84</u>	<u>8.50</u>	<u>9.40</u>
Parks & Recreation										
Full Time	14.70	12.70	11.70	11.70	11.70	12.15	12.15	12.25	12.05	12.05
Part Time	11.78	16.68	19.56	21.88	21.46	18.96	22.66	18.92	26.05	48.00
	<u>26.48</u>	<u>29.38</u>	<u>31.26</u>	<u>33.58</u>	<u>33.16</u>	<u>31.11</u>	<u>34.81</u>	<u>31.17</u>	<u>38.10</u>	<u>60.05</u>
Public Safety										
Full Time	4.40	4.40	5.40	5.40	5.40	7.05	7.05	7.65	7.55	7.55
Part Time	0.00	0.00	0.00	0.00	1.43	2.33	4.22	4.07	4.51	5.00
	<u>4.40</u>	<u>4.40</u>	<u>5.40</u>	<u>5.40</u>	<u>6.83</u>	<u>9.38</u>	<u>11.27</u>	<u>11.72</u>	<u>12.06</u>	<u>12.55</u>
Public Works										
Full Time	2.95	2.95	3.95	3.95	3.95	2.90	2.90	3.10	3.55	3.55
Part Time	0.00	0.03	0.04	0.00	0.34	0.00	0.28	1.79	0.46	2.00
	<u>2.95</u>	<u>2.98</u>	<u>3.99</u>	<u>3.95</u>	<u>4.29</u>	<u>2.90</u>	<u>3.18</u>	<u>4.89</u>	<u>4.01</u>	<u>5.55</u>
Full Time Total	38.00	36.00	36.00	36.00	36.00	36.00	36.00	38.00	40.00	40.00
Part Time Total (1)	12.61	17.58	20.68	22.65	24.14	22.20	31.91	30.53	34.47	61.00
TOTAL	<u>50.61</u>	<u>53.58</u>	<u>56.68</u>	<u>58.65</u>	<u>60.14</u>	<u>58.20</u>	<u>67.91</u>	<u>68.53</u>	<u>74.47</u>	<u>101.00</u>

Note: (1) 2,080 Hours of Part Time equals to 1 Full Time Equivalent

Source: City of Temple City Administrative Services Department

**City of Temple City
Operating Information
Operating Indicators by Function – Last Ten Fiscal Years**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Public Safety:										
Arrests	438	513	559	411	514	949	1,105	852	626	758
Parking Citations	6,385	7,089	6,947	6,879	12,681	9,024	9,926	10,025	10,260	9,919
Public Works:										
New sewer connections	83	78	55	30	36	25	30	59	94	106
Parks & Recreation:										
Number of rereation classes	401	398	341	363	330	390	400	368	380	374
Number of facility rentals	N/A	904	1,050	1,076	1,179	1,083	1,110	1,178	1,072	1,254

Source: City of Temple City Community Development Department
City of Temple City Parks & Recreation Department
Los Angeles County Sheriff Department



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