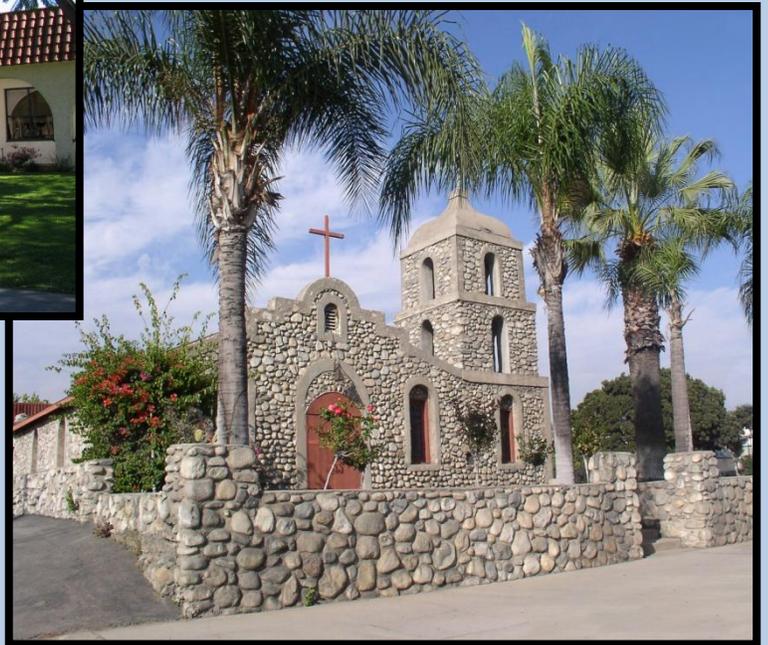


CITY OF IRWINDALE CALIFORNIA



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2014



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

CITY OF IRWINDALE

CALIFORNIA



Mark A. Breceda, Mayor
Manuel R. Garcia, Mayor Pro Tem
Albert F. Ambriz, Councilmember
Julian A. Miranda, Councilmember
H. Manuel Ortiz, Councilmember

(At Date of Issuance)

John Davidson, City Manager

PREPARED BY THE CITY OF IRWINDALE FINANCE DEPARTMENT
Eva Carreon, Director of Finance / City Treasurer

CITY OF IRWINDALE

JUNE 30, 2014

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February 26, 2015

Honorable Mayor, Members of the Council
& Citizens of the City of Irwindale

It is our pleasure to submit the Comprehensive Annual Financial Report (CAFR) for the City of Irwindale (City) for the fiscal year ended June 30, 2014. The City annually issues a report on its financial position and activity, audited by an independent firm of certified public accountants. The City's Finance Department prepared this report in accordance with generally accepted accounting principles (GAAP), as set forth by the Governmental Accounting Standards Board (GASB) and other sources. This CAFR also conforms to GASB Statement 34 financial reporting standards, providing the reader a dual-perspective financial report, as well as GASB 45 which requires more financial information regarding other post employment benefits, and GASB 54 which requires fund balance reporting and governmental fund type definitions. The report contains a citywide view of all governmental activities, as well as a focus on the financial position and operating results of the City's major funds.

Responsibility for the accuracy of the data, and the completeness and fairness of the presentations including disclosures, rests with the City. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the presentation of the City's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. Also, all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Lance Soll & Lunghard, LLP, Certified Public Accountants, have issued an unmodified ("clean") opinion on the City of Irwindale's financial statement for the year ended June 30, 2014. The independent auditor's report is located at the front of the financial section of this report.

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

PROFILE OF THE GOVERNMENT

The City of Irwindale was incorporated in 1957 and is located in the center of the San Gabriel Valley which is just 20 miles east from downtown Los Angeles. The City is located at the confluence of the 605 and 210 freeways, providing an enviable location which attracts many large, well known and successful businesses. The City of Irwindale currently occupies a land area of about 9.5 square miles and serves a population of about 25,000 during the business day and approximately 1,450 that reside in the City.



The City of Irwindale is a full service, charter city. A charter city allows voters to determine how their city government is organized and, with respect to municipal affairs, enact legislation different than that adopted by the state. The City endeavors to create a livable community with a high quality of life through land-use policies that balance the need for housing, jobs, open space and essential services. The city is a legally separate and fiscally independent agency. It can issue debt, set and modify budgets, charge fees, and sue and be sued.

The City of Irwindale operates under the Council-Manager form of government with a five-member council, elected at large by the city residents. The City Council acts as the legislative body of the City. City Council members appoint the City Manager and City Attorney. City Council members serve four-year terms with elections staggered every two years. The Mayor and Mayor Pro-Tem are chosen by the Council to serve as its presiding officer. Traditionally, these positions serve a one-year term. The City Manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the City government, and working with the directors and managers of City departments.

The City provides a full range of services, including police protection; construction and maintenance of highways, streets and other infrastructure; community development; community services (such as a senior center, library, recreation programs, etc.); parks; general and administrative services. The City is financially accountable for the successor agency to the former redevelopment agency, a housing authority, and reclamation authority, all of which are reported separately with the City's financial statements. Additional information regarding these legally separate entities can be found in the notes to the financial statements.

The Council is required to adopt a final budget by no later than the close of the fiscal year. The annual budget serves as the foundation for the City of Irwindale's financial planning and established control. The appropriated budget is prepared by fund, department (e.g., police), and division (e.g., administration). Department heads may transfer resources within a department as they see fit, and the City Manager has authority to transfer resources within an individual fund. Supplemental appropriations, and transfers between funds require approval from the governing body.

REPORTING ENTITY

The California Supreme Court upheld Assembly Bill 1X 26 that provided for the dissolution of all redevelopment agencies in the State of California as of February 1, 2012. This action impacted the reporting entity of the City of Irwindale that previously reported a redevelopment agency

within the reporting entity of the City as a blended component unit. On January 11, 2012, the City Council elected the City to become the Successor Agency to the former Irwindale Community Redevelopment Agency in accordance with Assembly Bill 1X 26. Additional information on the dissolution is included in Note 11 of the Notes to the financial statements.

This report combines the financial statements of the City of Irwindale, the Successor Agency to the Irwindale Community Redevelopment Agency, the Irwindale Housing Authority, and the Irwindale Reclamation Authority to constitute a single reporting entity. This combined presentation better represents the financial activities of the City of Irwindale.

ECONOMIC CONDITION AND OUTLOOK

As the national economy has been in recovery, California is also recovering and working on tax laws that effect future revenue growth. California continues to have the advantage of a large and growing population. This increasing population ensures a stable, underlying demand for housing and consumer goods, at least during non-recessionary times. It is anticipated that this demand will continue to improve residential construction and retail sales tax revenues as conditions continue to improve for consumers and the economic outlook.

The City's local economy has also been in recovery this year. The City's tax revenues received during FY 2013-14 have all shown healthy increases over prior years. This has been a great milestone for the City, which has struggled with significantly reduced revenues since the recession. The City's primary tax base comes from the mining and commercial/industrial business sectors. Both of these sectors struggled significantly during the recession, but are now in recovery. The City's mining companies have projected increased activity over prior years, which will generate increased mining tax revenue for the City.

Another fiscal challenge for the City of Irwindale is still recovering from relates to the dissolution of the Irwindale Community Redevelopment Agency (ICRA) pursuant the passage of Assembly Bill 1X 26. The dissolution of the ICRA has constituted a loss of over \$18 million in annual property tax increment revenue. The loss of this funding has significantly impacted the ability to fund important redevelopment projects throughout the City which could have generated increased future revenues for the City's General Fund.

LONG-TERM FINANCIAL PLANNING

The City has adopted a fund balance policy in compliance with Governmental Accounting Standards Board Statement No. 54. The assigned and unassigned fund balances in the general fund equal approximately 94% of general fund expenditures. These reserves are assigned or set aside for several purposes including infrastructure/capital asset replacement, employee benefit obligations (i.e. retirement programs), capital projects and economic contingencies.

The City is continuing to move forward with the implementation of the Economic Strategic Plan for Fiscal Years 2011-12 through 2015-16, which was approved by the City Council in October 2011. The Plan outlines the long-term strategies to create a sustainable stream of new revenues, while maximizing and leveraging Successor Agency assets and resources for the greatest economic impact and return to the community. Some of the priority, near-term development opportunities include:

- Commencement of mining operations at the Olive Pit site;
- A Materials Recovery Facility/Transfer Station on a 17-acre site;
- Development of a 650,000 SF Regional Outlet Center at the Speedway site;
- Industrial Flex developments: 6.3 acre and 2.5 acre Arrow Highway properties and 12.5 acre Los Angeles Street Property;
- Retail/commercial/housing development of the 35 acre Manning Pit;
- Retail/commercial development of the 16 acre North Kincaid Pit;

CONSTRUCTION IN PROGRESS (CIP)

The City of Irwindale continues to complete infrastructure projects to improve services to residents and visitors to Irwindale. Funding for CIP is almost entirely from sources outside the General Fund. Project funding sources include Special Mining Funds, Measure R Funds, Prop C Funds, State Gas Tax, TDA Funds, Community Development Block Grants, and other Federal/State grants or private contributions.

During FY 2013-14, the City of Irwindale spent \$1.6 million in infrastructure improvements. Completed projects during FY 2013-14 totaled \$1.3 million and include Library Improvements, Ayon Avenue Safety Improvements, Rivergrade Road Improvements, Ramona Blvd Improvements, and Vincent St Improvements. A total of \$4.3 million has been appropriated for capital projects in prior years for approved multi-year projects that are currently underway or in the design stage. Additionally, another \$545,000 in new capital projects has been included in the FY 2014-15 adopted budget.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Irwindale for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2013. This was the fourth year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. Management believes the CAFR of the current year continues to meet the program requirements.

The City's CAFR was prepared through the combined efforts of City staff. Special recognition is extended to the capable and dedicated Finance Department Staff. Appreciation is also extended to the Mayor and City Council for their unfailing support in maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Eva Carreon
Acting City Manager
Director of Finance/City Treasurer

CITY OF IRWINDALE
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2014

ELECTED OFFICIALS



Mayor	Mark A. Breceda
Mayor Pro Tem	Manuel R. Garcia
Councilmember	Albert F. Ambriz
Councilmember	Julian A. Miranda
Councilmember	H. Manuel Ortiz

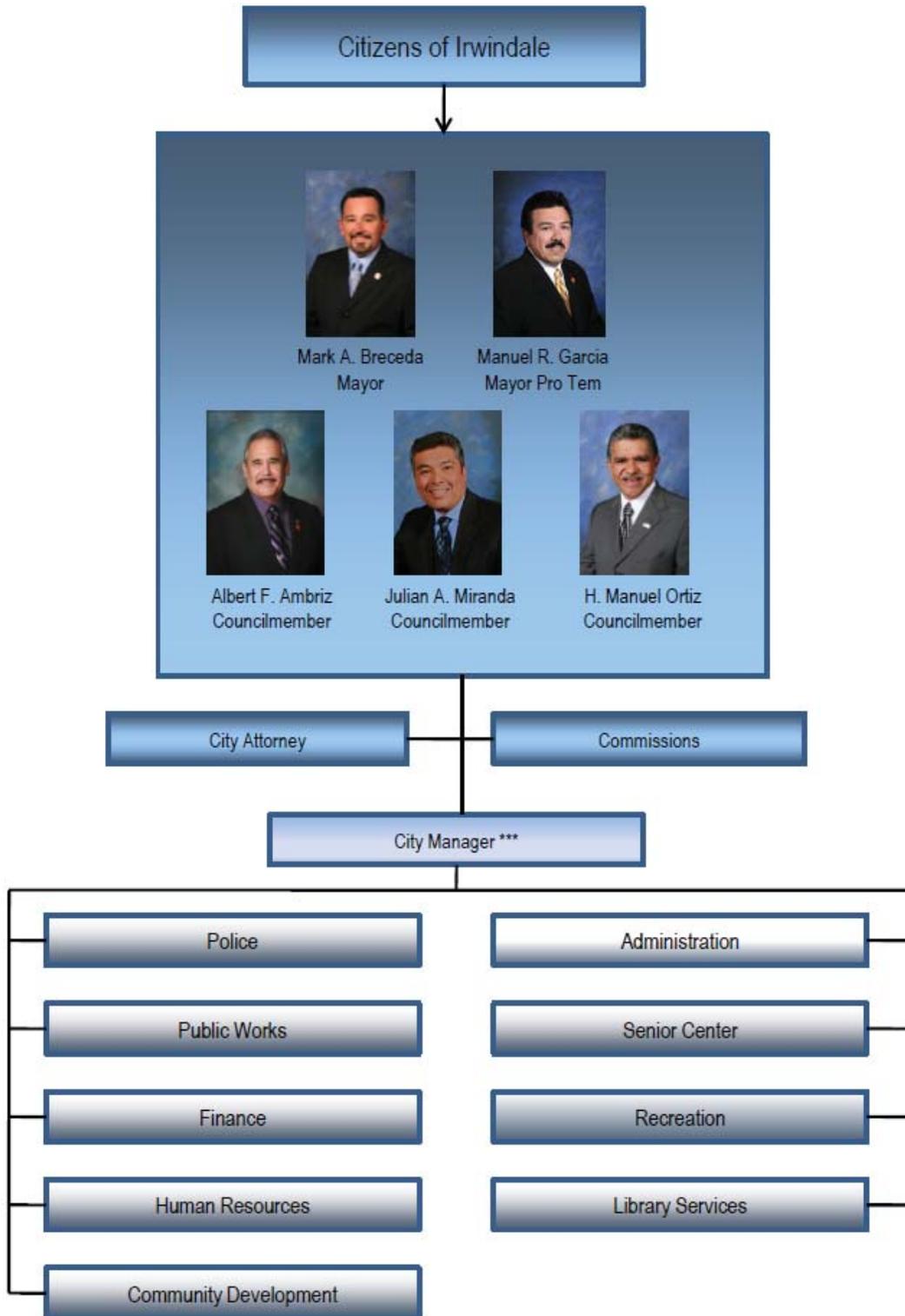
EXECUTIVE MANAGEMENT

City Manager	John Davidson
Chief of Police	Anthony Miranda
Director of Finance/City Treasurer	Eva Carreon
Director of Public Works/City Engineer	William K. Tam
Director of Community Development	Gustavo Romo
Deputy City Clerk	Laura Nieto

CITY ATTORNEY

Fred Galante, Aleshire & Wynder, LLP

CITY OF IRWINDALE ORGANIZATION CHART June 30, 2014



*** Serves as City Clerk, Personnel Director and Executive Director to the Successor Agency to the Irwindale Redevelopment Agency/Housing Authority.



Government Finance Officers Association

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

Presented to

**City of Irwindale
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

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INDEPENDENT AUDITORS' REPORT

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

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of City of Irwindale, California, (the City) as of and for the year ended June 30, 2014, 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.



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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Irwindale, California, as of June 30, 2014, and the respective changes in financial position 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 and the budgetary comparison information for the General Fund, the Housing Authority and the Special Mining Tax as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, 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 and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or 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 and schedules 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.



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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 26, 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.

Lance, Soll & Lughard, LLP

Brea, California
February 26, 2015

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MANAGEMENT DISCUSSION AND ANALYSIS

This section of the City of Irwindale's Comprehensive Annual Financial Report (CAFR) presents management's discussion and analysis of the City's performance during the fiscal year that ended June 30, 2014. This analysis should be read in conjunction with the Transmittal Letter at the front of this report and the accompanying financial statements.

FINANCIAL HIGHLIGHTS

Long-Term Economic Resource (Government-wide) Focus – Economic resources are differentiated from financial resources in that the economic measurement focus measures changes in net position as soon as the event occurs regardless of the timing of related cash flows. Therefore, this measurement focus includes current spendable resources and fixed non-spendable assets, and long-term claims against these assets. The resulting net position utilizing this measurement focus provides one measure of the City's overall long-term financial condition.

- The City's assets exceeded its liabilities at the close of the fiscal year by \$142 million.
- The City's total debt decreased by \$882,000 during the current fiscal year as a result of debt service refinancing detailed in Note 5.
- The City's non-current liabilities include \$3.4 million of outstanding debt.
- The City's total net position decreased by \$30 million. This significant decrease resulted from former redevelopment agency properties valued at \$30.2 million being transferred from the General Fund to the Successor Agency Fund which is a private purpose trust fund and not included in the government wide financial statements. These properties were originally transferred to the General Fund in FY 2011-2012 as part of the dissolution of redevelopment pursuant to Assembly Bill 1X 26 which took effect on February 1, 2012. These properties are now properly listed under the Successor Agency and are being marketed in accordance with its Long Range Property Management Plan.

Short-Term Financial Resource (Fund) Focus - The financial resources focus measures inflows of current spendable assets. The resulting net difference between current financial assets and current financial liabilities otherwise known as fund balance (or net working capital in the private sector) is to measure the City's ability to finance activities in the near term.

- At the close of the current fiscal year, the City's Governmental Funds reported a combined ending fund balance of \$80.5 million, a decrease of \$31.1 million over the previous year. Approximately \$17 million are fund balances assigned for specific purposes and may be modified as deemed appropriate. The purposes for which these fund balances have been assigned include economic contingency, post retirement benefits, capital projects, capital and infrastructure replacement.
- The General Fund reported a fund balance of \$21.2 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the comprehensive annual financial report contains the following information: *Independent Auditor's Report*, *Management's Discussion and Analysis* (this section), the *Basic Financial Statements*, and the *Supplementary Information* section, an optional section that presents combining and budgetary schedules for individual non-major funds. The *Basic Financial Statements* are comprised of three components: 1) *Government-wide Financial Statements*, 2) *Fund Financial Statements* and 3) *Notes to the Financial Statements*. The Management's Discussion and Analysis is intended to be an introduction to the Basic Financial Statements.

BASIC FINANCIAL STATEMENTS

Government-wide financial statements. The Government-wide Financial Statements are intended to provide a “Big Picture” view of the City as a whole using accounting methods similar to those used by private sector companies. The statement of net assets includes all of the City’s assets (including non-spendable assets like streets and roads) and liabilities (including long-term liabilities that may be paid over many years). All of the current year revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two Government-wide Financial Statements report the City’s net assets and how they have changed.

The Statement of Net Assets – presents information on all of the City of Irwindale’s assets and liabilities, with the difference between the two reported as net assets. Net assets are one way to measure the City’s financial health or position. Over time, increases or decreases in the City’s net assets are an indicator of whether its financial health is improving or deteriorating, respectively. To assess the overall health of the City, one should also consider additional non-financial factors such as changes in the City’s property tax base and the condition of the City’s roads.

The Statement of Activities – presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses 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 distinguish functions of the City of Irwindale that are principally supported by taxes and intergovernmental revenues (*government activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Irwindale include general government, public safety, public works, and parks and recreation. The City of Irwindale does not provide any business-type activities.

The government-wide financial statements include the blending of separate legal entities—the City of Irwindale, the Irwindale Housing Authority, the Irwindale Reclamation Authority and the Irwindale Joint Powers Authority. Although legally separate, these "component units" are important because the City of Irwindale is financially accountable for them.

Fund Financial Statements – Funds are accounting devices that the City uses to track and control resources intended for specific purposes. The Fund Financial Statements provide more detailed information about the City’s most significant funds (major funds) but not the City as a whole. Some funds are required by State and Federal law or by bond covenants. Other funds are utilized simply to control and manage resources intended for particular purposes.

The City utilizes two categories of 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 statements, governmental fund financial statements focus on near-term and outflows of spendable resource, as well as on 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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Irwindale maintains 16 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Housing Authority, and the Special Mining Tax Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City of Irwindale adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

Fiduciary Funds – The City utilizes Fiduciary Funds to account for assets held by the City in a trustee capacity, or as an agent for other governmental entities, private organizations, or individuals. All of the City's fiduciary activities are reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. We exclude these activities from the City's Government-wide Financial Statements because the City cannot use these assets to finance its operations. Upon dissolution of the Irwindale Community Redevelopment Agency effective February 1, 2012, the remaining balances of the agency's assets and obligations were transferred to a private purpose trust fund which accounts for all the financial transactions of the Successor Agency to the former Irwindale Community Redevelopment Agency.

Notes to the Financial Statements – The financial statements also include the Notes to the Financial Statements that provide important narrative details about the information contained in the financial statements. Information contained in the Notes to the Financial Statements is critical to a reader's full understanding of the Government-wide and Fund Financial Statements.

Supplementary Information – In addition to the required elements of the Basic Financial Statements, we have also included a Supplementary Information section, which includes budgetary and combining schedules that provide additional details about the City's non-major Governmental Funds and Fiduciary Funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Assets

Net assets serve over time as a useful indicator of a government's financial position. The City's net assets for the year ended June 30, 2014, as shown in the following table, were \$142 million.

City of Irwindale Net Position at June 30, 2014 and 2013 (in Thousands)

	Governmental Activities	
	2014	2013
Current and other assets	\$ 98,860	\$ 128,229
Capital assets	53,151	53,423
Total assets	<u>152,011</u>	<u>181,652</u>
Long-term debt outstanding	4,334	5,216
Other liabilities	5,662	4,181
Total liabilities	<u>9,996</u>	<u>9,397</u>
Net Position:		
Net investment in capital assets	49,624	49,062
Restricted	59,276	89,708
Unrestricted	<u>33,115</u>	<u>33,485</u>
Total net position	<u>\$ 142,015</u>	<u>\$ 172,255</u>

Net Investment in Capital Assets – This component represents 35 percent of Net Position and represents the amount of funds required to acquire the City's capital assets, less any related debt used for such acquisition that is still outstanding. The City uses these capital assets to provide services to citizens. The capital assets of the City are not sources of income for repayment of debt as most assets are not revenue generating and generally are not liquidated to repay debt. Therefore, debt service payments are funded from other sources available to the City.

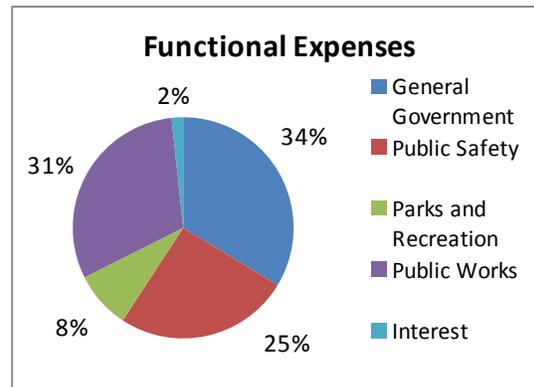
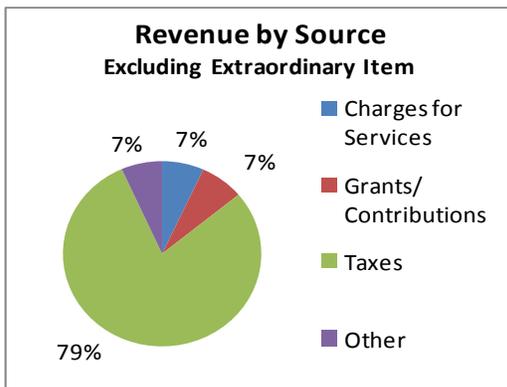
Restricted Assets – An additional portion of the City's net position, \$59.3 million, represents resources that are subject to external restrictions on how they may be used which include capital projects, debt service, grants, etc.

Overall the City's net position decreased \$30 million during the current fiscal year. This decrease resulted from former redevelopment agency properties valued at \$30.2 million being transferred from the General Fund to the Successor Agency Fund which is a private purpose trust fund and not included in the government wide financial statements. These properties were originally transferred to the General Fund in FY 2011-2012 as part of the dissolution of redevelopment pursuant to Assembly Bill 1X 26 effective February 1, 2012. These properties are now properly listed under the Successor Agency and are being marketed in accordance with its Long Range Property Management Plan.

Statement of Activities - The following is a condensed Statement of Activities for the fiscal years ended June 30, 2014 and 2013.

City of Irwindale – Statement of Activities
(Changes in Net Position) as of June 30, 2014 and 2013
(in Thousands)

	Governmental Activities	
	2014	2013
Revenues		
Program revenues:		
Charges for services	\$ 1,509	\$ 1,027
Operating contributions and grants	1,505	615
Capital contributions and grants	75	227
Total program revenues	<u>3,089</u>	<u>1,869</u>
General revenues:		
Taxes:		
Property taxes	1,296	3,621
Mining/Processing taxes	5,727	5,001
Sales taxes	4,246	3,757
Franchise taxes	1,211	1,069
Business License taxes	1,047	1,085
Utility Users' Tax	3,659	3,290
Other taxes	332	268
Motor vehicle in lieu	122	114
Use of money and property	623	1,331
Gain on Sale of Property	-	514
Other	728	1,135
Extraordinary Gain/(Loss)	<u>(30,153)</u>	<u>(5,975)</u>
Total general revenues	<u>(11,162)</u>	<u>15,210</u>
Total revenues	<u>(8,073)</u>	<u>17,079</u>
Expenses		
General government	7,461	7,675
Public safety	5,666	5,798
Parks and recreation	1,860	1,835
Public works	6,804	5,393
Interest on long-term debt	376	298
Total expenses	<u>22,167</u>	<u>20,999</u>
 Change in net position	 \$ (30,240)	 \$ (3,920)
Net position at beginning of year, as restated	<u>172,255</u>	<u>176,175</u>
Net position at end of year	<u>\$ 142,015</u>	<u>\$ 172,255</u>



Governmental Activities – The City reported program revenues of \$3.1 million and general revenues of \$19 million.

Program revenues increased \$1.2 million (65%) over the prior year. The primary reason for this significant increase is due to increased building related revenue, as well as increase grants and contributions received for operating and capital program expenditures.

General revenues increased about 3.8 million (25%) over the prior year, exclusive of one-time extraordinary items. This positive change in revenue is primarily attributed to increased tax revenues related to the recovering economy. Additionally, the prior year's revenue total included an extraordinary loss resulting from debt service transfers to the General Fund related to the dissolution of the former Irwindale Community Redevelopment in the previous year.

The total net increase in expense over the prior year \$1.2 million (6%). This increase is attributed to uncontrollable expenses that increase every year, PERS rates, healthcare rates, insurance premiums, and utilities. Additionally, the City spent more on capital projects in FY 2013-2014.

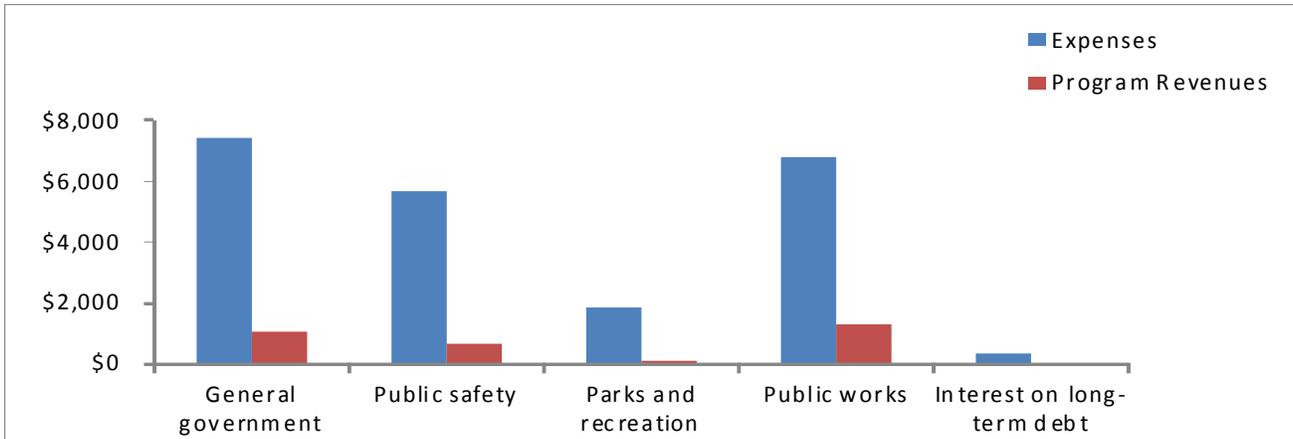
Each programs' net cost (total cost less revenues generated by the activities) is presented in the table below. The net cost shows the extent to which the City's general taxes support each of the City's programs.

**City of Irwindale
Governmental Activities as of June 30, 2014 and 2013
(in Thousands)**

	Program Expenses		Program Revenues		Net Cost of Services	
	2014	2013	2014	2013	2014	2013
General government	\$ 7,461	\$ 7,675	\$ 1,025	\$ -	\$ (6,436)	\$ (7,675)
Public safety	5,666	5,798	639	924	(5,027)	(4,874)
Parks and recreation	1,860	5,393	113	125	(1,747)	(5,268)
Public works	6,804	1,835	1,312	820	(5,492)	(1,015)
Interest on long-term debt	376	298	-	-	(376)	(298)
Totals	\$ 22,167	\$ 20,999	\$ 3,089	\$ 1,869	\$ (19,078)	\$ (19,130)

The net cost of services indicates that the overall cost of government is more than the revenues generated to support it. The City is not fully recovering the cost of these services with program revenues from user fees and other contributions. The table below provides an illustrative chart comparing program expenses to program revenues for governmental activities.

City of Irwindale
Program Expenses and Revenues – Governmental Activities
Fiscal Year Ended June 30, 2014
(in millions)



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City of Irwindale uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City of Irwindale's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City of Irwindale's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Irwindale's governmental funds reported combined ending fund balances of \$80.5 million. Of this balance 23% is nonspendable for prepaid costs, land held for resale, notes and loans, and advances to other funds; 56% is legally restricted to fund such areas as low and moderate housing projects, public safety, community services, public works and debt service; 21% is assigned to capital projects, compensated absences, post retirement benefits and economic contingency; and 0% is unassigned. These designations have been made to provide resources for the future needs and liabilities.

The General Fund ended the year with a \$21.2 million fund balance, a net decrease of \$33.2 million from the prior fiscal year. This decrease consists partially from the anticipated deficit resulting from total expenditures exceeding revenues during the fiscal year, as well as the \$30.2 million worth of property transferred from the General Fund to the Successor Agency Fund. These properties were originally transferred to the General Fund in FY 2011-2012 as part of the dissolution of redevelopment pursuant to Assembly Bill 1X 26 which took effect on February 1, 2012. These properties are now properly listed under the Successor Agency and are being marketed in accordance with its Long Range Property Management Plan.

Assigned fund balances are established for specific intended purposes and can be modified as deemed appropriate. This category was previously reported as unreserved under the old financial reporting standards prior to implementation of GASB 54. As a measure of the general fund's liquidity, it may be useful to compare both the total fund balance and the assigned fund balance to total general fund expenditures. The assigned fund balance totals \$17 million, which represents 80% of the total general fund balance of \$21.2 million and 77% of total general fund expenditures totaling \$22 million. These

fund balance of \$21.2 million and 77% of total general fund expenditures totaling \$22 million. These balances represent continued efforts by the City of Irwindale to remain fiscally conservative and ensure that the City maintains adequate reserves to cover economic contingencies, future employee obligations, capital improvement and infrastructure needs.

The Special Mining Tax Special Revenue fund ended the fiscal year with \$16.6 million in fund balance, a net increase of \$0.7 million from prior year. The net increase is mainly due to reduced expenditures in capital projects and increased mining tax revenues during the fiscal year.

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Irwindale that previously reported a redevelopment agency within the reporting entity of the City as a blended component unit. Upon dissolution of the Irwindale Community Redevelopment Agency effective February 1, 2012, the remaining balances of the assets and obligations were transferred to a private purpose trust fund, accounts for all the financial transactions of the Successor Agency to the former Irwindale Community Redevelopment Agency. Additional information on the Successor Agency is included in Note 11 of the Notes to the Financial Statements.

GENERAL FUND BUDGETARY HIGHLIGHTS

The final appropriations for the General Fund at year-end were \$2.3 million more than the original budget and total actual expenditures were \$2.6 million less than the final budget. Several factors contributed to the final variance and are briefly summarized as follows:

Changes to Original Budget:

Resources (Inflows)—

- Revenue estimates reflect an overall increase of \$1 million to the original revenue budget.
- This increase is comprised from revenue estimate adjustments of about \$600,000 made mid-year from higher projected revenue in Sales Tax, Mining Tax, and Building and Planning Fees.
- The remaining \$400,000 increase consists of carried forward grant revenue related to continuing capital projects.

Appropriations (Outflows)—

- Expenditure appropriations reflect an overall increase of \$2.3 million to the original budget.
- This increase is primarily due to approximately \$2.5 million is attributed to continuing appropriations and supplemental appropriations approved by the City Council during the fiscal year, offset by about \$200,000 in expenditure appropriation decreases projected during the mid-year analysis.

Variances with Final Budget:

Resources (Inflows)—

- Actual revenues resulted in an overall positive variance of \$3.5 million.
- This variance is partially due to an increase in revenues related to the improved economy. The City realized better than projected revenues in Sales Taxes, Mining Taxes, Utility Users' Tax and building related fees totaling about \$900,000.
- The revenues also included transfers in from bond proceed revenue of about \$800,000 related to the Swimming Pool and Library Improvement projects.
- The remaining \$1.8 million of this variance is due to the refinancing of the City's 2001 Certificates of Participation. The new 2013 Lease Revenue Bonds debt service was transferred to the new Irwindale Joint Powers Authority.

Appropriations (Outflows)—

- Actual operating expenditures and transfers resulted in an overall positive variance of \$2.6 million in expenditures coming in under budget, excluding debt service refinancing extraordinary items.
- This positive variance is partially attributed to concerted efforts by the City in controlling costs to minimize the general fund operating deficit. Approximately \$1.1 million of this variance of actual expenditures over budget was accomplished through continued freezing of vacant positions,

minimizing travel costs and other operating costs. Additionally, the City realized lower than projected rates increases in healthcare costs and utilities.

- An additional \$1.5 million of this positive variance is a result of deferred capital projects, which were budgeted, but not finished or started in FY 2013-14. This capital projects budget will be carried forward to Fiscal Year 2014-15 for project continuation and completion.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of FY 2013-14, the City had \$53.2 million invested in a broad range of capital assets, including land, buildings, infrastructure, and equipment. This amount represents a net decrease (including additions and deductions) of \$272,000 from last year.

City of Irwindale Capital Assets as of June 30, 2014 and 2013 (Net of Depreciation, in Thousands)

	Government Activities	
	2014	2013
Land	\$ 3,146	\$ 3,146
Buildings and Improvements	2,314	1,914
Furniture and Equipment	532	783
Infrastructure	43,547	44,348
Construction in progress	3,612	3,232
Totals	\$ 53,151	\$ 53,423

The overall decrease is primarily due to an increase in accumulated depreciation for Infrastructure assets which started being depreciated this fiscal year. Additional detail on Capital Assets can be found in Note 3 of the Notes to the Financial Statements.

Long-Term Debt

At the end of the current fiscal year, the City of Irwindale had total outstanding debt of \$4.2 million for accrued employee benefits and outstanding indebtedness.

City of Irwindale Outstanding Debt as of June 30, 2014 and 2013 (in Thousands)

	Government Activities	
	2014	2013
2013 Lease Revenue Bonds	\$ 3,395	\$ 4,360
Accrued Employee Benefits	808	855
Capital leases payable	-	1
Totals	\$ 4,203	\$ 5,216

The decrease of in Outstanding Debt is due to the refinancing of the 2001 Certificates of Participation, resulting in an overall savings to the City's outstanding debt with the new 2013 Lease Revenue Bonds. Additional detail on the City's long-term debt can be found in Note 5 of the Notes to the Financial Statements.

FACTORS EFFECTING NEXT YEAR'S BUDGET

The City's Fiscal Year 2014-15 Adopted Budget includes projected General Fund revenues of \$15.6 million. FY 2013-2014 actual revenues are \$19.4 million, however this figure includes one-time revenue transfers totaling 2.8 million. These transfers include \$800,000 in bond proceed funds for capital projects, plus an \$1.9 million relative to debt service refinancing and transfer to the Irwindale Joint Powers Authority. (see Note 5 for more details on the City's debt service refinancing). Net of one-time revenues, the operating revenues for FY 2013-14 were \$16.7 million. This represents a 7% increase in operating revenue from estimated for FY 2014-15. The City is now benefitting from the economic recovery, with FY 2013-14 tax revenues coming in higher than previously projected. If these economic conditions continue, it is anticipated general fund tax revenues will continue showing increasing trends, and will come in higher than originally projected in FY 2014-15 as well.

This budget also includes projected General Fund expenditures of \$18.5 million, which reflects an increase of \$334,000 or 2% over FY 2013-14 actual expenditures of \$18.2 million. This increase is primarily attributed to uncontrollable expenses that increase every year, such as PERS rates, healthcare rates, insurance premiums, and utilities.

In FY 2014-15, the General Fund Budget also includes \$225,000 in capital projects. This budget will provide for Facility ADA Improvements and Highway Bridge Preventative Improvements. In addition, \$343,000 of the general fund balance has been assigned to continuing appropriations for completion of projects started in prior fiscal years.

Based on the projections noted above, the budget for FY 2014-15 results in a \$2.9 million operating deficit. Over the past several years, the City has made significant strides in cutting operating costs, as well as personnel costs. Due to numerous retirements and maintaining a hiring freeze policy, the City's workforce has been already reduced by 25%. In spite of these accomplishments and concentrated efforts, certain uncontrollable expenditures continue to increase. These expenditure increases, in addition to significant declines in revenue in the past, have continued to present challenges for the City to present a balanced budget.

Fortunately, in addition to an Economic Contingency Reserve of \$5 million, which equates to roughly 30% of the current year expenditures, the City has other assigned reserves of \$12 million estimated at the beginning of the fiscal year totaling \$17 million. As noted above, the projected deficit for FY 2014-15 is anticipated to be \$2.9 million as of adoption of the budget. If realized, this will reduce the total assigned reserves to \$14.1 million, consisting of \$5 million in the Economic Contingency Reserve for future contingencies, per the City's adopted Fund Balance Policy, and \$9.1 million in the remaining assigned fund balances.

The City's healthy fund balance reserves have provided the City Council and management time to work strategically to resolve the City's structural budget deficit during the economic recession. The elimination of the budget deficit continues to be a multi-year effort, as the City continues focusing on cost reduction measures, as well as revenue enhancement strategies. The City has been diligently working on several economic development projects over the past few years aimed at generating significant revenue increases for the City. These efforts are finally close to fruition, with at least one development anticipated to be finalized in FY 2014-2015. With these economic development strategies, as well as the increased trend in revenues realized during FY 2013-14, the City is finally close to resolving its structural budget deficit.

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 questions about this report or need additional financial information, contact the City's Finance Department at the City of Irwindale, 5050 North Irwindale Avenue, Irwindale, California, 91706, and (626) 430-2200.

CITY OF IRWINDALE

STATEMENT OF NET POSITION
 JUNE 30, 2014

	Governmental Activities
Assets:	
Cash and investments	\$ 63,262,539
Receivables:	
Accounts	930,544
Taxes	3,313,388
Notes and loans	11,126,997
Accrued interest	44,813
Advances to Successor Agency	1,189,209
Prepaid costs	30,335
Prepaid other post employment benefits	34,266
Land held for resale	17,535,152
Restricted assets:	
Cash with fiscal agent	1,392,872
Capital assets not being depreciated	6,757,955
Capital assets, net of depreciation	<u>46,392,824</u>
Total Assets	<u>152,010,894</u>
 Liabilities:	
Accounts payable	1,929,080
Accrued liabilities	506,432
Accrued interest	29,450
Unearned revenue	2,130,456
Deposits payable	1,066,605
Noncurrent liabilities:	
Due within one year	969,687
Due in more than one year	<u>3,364,468</u>
Total Liabilities	<u>9,996,178</u>
 Net Position:	
Net investment in capital assets	49,624,207
Restricted for:	
Community development projects	28,121,475
Public safety	785,583
Capital projects	29,452,039
Debt service	915,900
Unrestricted	<u>33,115,512</u>
Total Net Position	<u>\$ 142,014,716</u>

CITY OF IRWINDALE

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014

Functions/Programs	Expenses	Program Revenues			Net
		Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants	(Expenses)
					Revenues and Changes in Net Position
Primary Government:					Primary Government
Governmental Activities:					Governmental Activities
General government	\$ 7,460,530	\$ 12	\$ 1,024,716	\$ -	\$ (6,435,802)
Public safety	5,666,135	301,789	336,981	-	(5,027,365)
Community development	945,542	-	15,154	-	(930,388)
Parks and recreation	1,859,710	102,531	10,730	-	(1,746,449)
Public works	5,858,995	1,104,906	117,134	75,051	(4,561,904)
Interest on long-term debt	376,489	-	-	-	(376,489)
Total Governmental Activities	22,167,401	1,509,238	1,504,715	75,051	(19,078,397)
Total Primary Government	\$ 22,167,401	\$ 1,509,238	\$ 1,504,715	\$ 75,051	(19,078,397)
General Revenues:					
Taxes:					
					1,296,288
					5,726,528
					4,246,191
					1,210,925
					1,047,405
					3,658,588
					331,731
					121,712
					623,267
					728,407
					(30,153,045)
					(11,162,003)
					(30,240,400)
					172,255,116
					\$ 142,014,716

CITY OF IRWINDALE

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	Special Revenue Funds				Total Governmental Funds
	General	Housing Authority	Special Mining Tax	Other Governmental Funds	
Assets:					
Pooled cash and investments	\$ 22,273,932	\$ 14,036,408	\$ 17,915,202	\$ 9,036,997	\$ 63,262,539
Receivables:					
Accounts	705,183	-	201,393	23,968	930,544
Taxes	2,412,403	-	894,701	6,284	3,313,388
Notes and loans	24,243	11,102,754	-	-	11,126,997
Accrued interest	16,550	8,268	13,412	6,583	44,813
Prepaid costs	30,335	-	-	-	30,335
Advances to Successor Agency	-	1,189,209	-	-	1,189,209
Due from other funds	481,496	-	-	-	481,496
Advances to other funds	-	4,151,940	-	-	4,151,940
Land held for resale	4,134,000	13,401,152	-	-	17,535,152
Restricted assets:					
Cash and investments with fiscal agents	-	-	-	1,392,872	1,392,872
Total Assets	\$ 30,078,142	\$ 43,889,731	\$ 19,024,708	\$ 10,466,704	\$ 103,459,285
Liabilities, Deferred Inflows of Resources, and Fund Balances:					
Liabilities:					
Accounts payable	\$ 1,175,151	\$ 34,842	\$ 699,343	\$ 19,744	\$ 1,929,080
Accrued liabilities	489,496	-	15,358	1,578	506,432
Unearned revenues	1,326,730	-	803,726	-	2,130,456
Deposits payable	729,283	-	337,322	-	1,066,605
Due to other funds	-	-	-	481,496	481,496
Advances from other funds	4,151,940	-	-	-	4,151,940
Total Liabilities	7,872,600	34,842	1,855,749	502,818	10,266,009
Deferred Inflows of Resources:					
Unavailable revenues	959,237	11,120,694	592,043	-	12,671,974
Total Deferred Inflows of Resources	959,237	11,120,694	592,043	-	12,671,974
Fund Balances:					
Nonspendable:					
Prepaid costs	30,335	-	-	-	30,335
Land held for resale	4,134,000	13,401,152	-	-	17,535,152
Notes and loans	24,243	-	-	-	24,243
Advances to Successor Agency	-	1,189,209	-	-	1,189,209
Restricted for:					
Continuing operations	-	18,095,879	-	-	18,095,879
Public safety	-	47,955	-	737,628	785,583
Public works	-	-	16,576,916	8,310,358	24,887,274
Debt service	-	-	-	915,900	915,900
Assigned to:					
Continuing appropriations	343,000	-	-	-	343,000
Compensated absences liability	808,000	-	-	-	808,000
Post Retirement Benefits	10,900,000	-	-	-	10,900,000
Economic contingency	5,006,727	-	-	-	5,006,727
Total Fund Balances	21,246,305	32,734,195	16,576,916	9,963,886	80,521,302
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 30,078,142	\$ 43,889,731	\$ 19,024,708	\$ 10,466,704	\$ 103,459,285

CITY OF IRWINDALE

**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2014**

Fund balances of governmental funds		\$ 80,521,302
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.		
Capital Assets	\$ 79,156,537	
Accumulated Depreciation	<u>(26,005,758)</u>	53,150,779
Long-term debt and compensated absences that have not been included in the governmental fund activity:		
Lease Revenue Refunding Bonds	(3,526,572)	
Compensated Absences	<u>(807,583)</u>	(4,334,155)
Governmental funds report all OPEB contributions as expenditures, however in the statement of net position any excesses or deficiencies in contributions in relation to the Annual Required Contribution (ARC) are recorded as a asset or liability.		
		34,266
Accrued interest payable for the current portion of interest due on the Lease Revenue Refunding Bonds has not been reported in the governmental funds.		
		(29,450)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		
		<u>12,671,974</u>
Net Position of governmental activities		<u><u>\$ 142,014,716</u></u>

CITY OF IRWINDALE

**STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014**

	<u>Special Revenue Funds</u>				<u>Total Governmental Funds</u>
	<u>General</u>	<u>Housing Authority</u>	<u>Special Mining Tax</u>	<u>Other Governmental Funds</u>	
Revenues:					
Taxes	\$ 13,847,098	\$ -	\$ 3,148,637	\$ 214,095	\$ 17,209,830
Licenses and permits	530,137	-	-	-	530,137
Intergovernmental	333,716	-	75,051	461,665	870,432
Charges for services	753,446	-	-	-	753,446
Use of money and property	359,460	37,997	151,404	74,406	623,267
Fines and forfeitures	225,655	-	-	-	225,655
Contributions	10,730	-	-	-	10,730
Miscellaneous	601,830	-	132,274	-	734,104
Total Revenues	16,662,072	37,997	3,507,366	750,166	20,957,601
Expenditures:					
Current:					
General government	6,379,469	571,845	381,331	36,268	7,368,913
Public safety	5,449,583	-	-	22,638	5,472,221
Parks and recreation	1,661,622	-	-	-	1,661,622
Public works	3,249,774	-	988,587	107,286	4,345,647
Capital outlay	853,268	45,888	732,893	140,196	1,772,245
Debt service:					
Principal retirement	4,360,000	-	-	475,000	4,835,000
Interest and fiscal charges	15,154	-	-	393,867	409,021
Total Expenditures	21,968,870	617,733	2,102,811	1,175,255	25,864,669
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,306,798)	(579,736)	1,404,555	(425,089)	(4,907,068)
Other Financing Sources (Uses):					
Transfers in	2,768,751	-	-	1,194,556	3,963,307
Transfers out	(551,839)	-	(642,717)	(2,768,751)	(3,963,307)
Refunding bonds issued	-	-	-	3,870,000	3,870,000
Bond premium	-	-	-	131,572	131,572
Total Other Financing Sources (Uses)	2,216,912	-	(642,717)	2,427,377	4,001,572
Extraordinary gain/(loss)	(30,153,045)	-	-	-	(30,153,045)
Net Change in Fund Balances	(33,242,931)	(579,736)	761,838	2,002,288	(31,058,541)
Fund Balances, Beginning of Year	54,489,236	33,313,931	15,815,078	7,961,598	111,579,843
Fund Balances, End of Year	\$ 21,246,305	\$ 32,734,195	\$ 16,576,916	\$ 9,963,886	\$ 80,521,302

CITY OF IRWINDALE

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014**

Net change in fund balances - total governmental funds \$ (31,058,541)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay	\$ 1,672,645	
Depreciation	<u>(1,944,988)</u>	(272,343)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Capital lease repayment	1,333	
2001 Refunding Certificates of Participation	475,000	
2001 Refunding Certificates of Participation - debt refunded	4,360,000	
2013 Lease Revenue Refunding Bonds issued	(3,870,000)	
2013 Lease Revenue Refunding Bonds Premium	<u>(131,572)</u>	834,761

Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. 32,532

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. 47,052

Governmental funds report all contributions in relation to the annual required contribution (ARC) for OPEB as expenditures, however in the statement of activities only the ARC is an expense. (764)

Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity. 176,903

Change in net position of governmental activities \$ (30,240,400)

CITY OF IRWINDALE

STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2014

	<u>Agency Funds</u>	<u>Private- Purpose Trust Fund Successor Agency of the Former ICRA</u>
Assets:		
Pooled cash and investments	\$ 2,069,982	\$ 11,700,815
Receivables:		
Accounts	-	1,000
Taxes	619	-
Accrued interest	1,285	4,456
Land held for resale	-	30,556,647
Cash and investments with fiscal agents	866,014	3,419,049
Capital assets:		
Capital assets, not being depreciated	-	2,761,293
Capital assets, net of accumulated depreciation	-	384,066
Total Assets	<u>\$ 2,937,900</u>	<u>48,827,326</u>
Deferred Outflows of Resources:		
Deferred charge on refunding		<u>1,076,765</u>
Total Deferred Outflows of Resources		<u>1,076,765</u>
Liabilities:		
Accounts payable	\$ 22,778	11,748
Accrued interest	-	1,428,450
Deposits payable	2,915,122	-
Long-term liabilities:		
Due in one year	-	4,455,000
Due in more than one year	-	72,148,002
Total Liabilities	<u>\$ 2,937,900</u>	<u>78,043,200</u>
Net Position:		
Held in trust for other purposes		<u>(28,139,109)</u>
Total Net Position		<u>\$ (28,139,109)</u>

CITY OF IRWINDALE

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 YEAR ENDED JUNE 30, 2014

	<u>Private- Purpose Trust Fund</u>
	<u>Successor Agency of the Former ICRA</u>
Additions:	
Taxes	\$ 5,182,005
Interest and change in fair value of investments	586,684
Miscellaneous	5,803
	<u>5,774,492</u>
Total Additions	5,774,492
Deductions:	
Administrative expenses	248,975
Contractual services	74,193
Interest expense	4,159,032
Depreciation expense	17,068
	<u>4,499,268</u>
Total Deductions	4,499,268
Extraordinary gain/(loss) - (Note 11b)	<u>30,153,045</u>
Changes in Net Position	31,428,269
Net Position - Beginning of the Year	<u>(59,567,378)</u>
Net Position - End of the Year	<u>\$ (28,139,109)</u>

I. SIGNIFICANT ACCOUNTING POLICIES

Note 1: Organization and Summary of Significant Accounting Policies

a. Description of the Reporting Entity

The City of Irwindale, the primary government, was incorporated on August 7, 1957, under the laws of the State of California and enjoys all the rights and privileges applicable to a Charter City. It is governed by an elected five-member board. As required by accounting principles generally accepted in the United States of America, these financial statements present the City of Irwindale (the City) and its component units, entities for which the City is considered financially accountable.

The inclusion of an organization within the scope of the reporting entity of the City of Irwindale is based on the provisions of GASB Statement No. 14. The blended component units discussed below, although legally separate entities, are in substance part of the government operation and so data from these component units has been combined herein. The following criteria were used in the determination of the blended component units:

1. The members of the City Council also act as the governing body of the Irwindale Public Financing Authority, the Irwindale Housing Authority, and the Irwindale Reclamation Authority.
2. The Public Financing Authority, the Housing Authority and the Reclamation Authority are managed by employees of the City. A portion of the City's personnel costs is allocated to these component units each year.
3. The City, the Public Financing Authority, the Housing Authority and the Reclamation Authority are financially interdependent. They provide financial benefit/burden to the City.

Blended Component Units

The Irwindale Public Financing Authority was established on October 29, 1990, pursuant to the State of California Joint Exercise of Powers Act. Its purpose is to acquire, construct, modify and rehabilitate facilities; undertake a program of local agency bond pooled financing and lending; and make more efficient use of the common powers of the City of Irwindale and the former Irwindale Community Redevelopment Agency.

The Irwindale Housing Authority was established on August 27, 1987, by a joint exercise of powers agreement between the City and the former Community Redevelopment Agency. Under the bond law, the Authority has the power to issue bonds and loan the proceeds to any local agency.

The Irwindale Reclamation Authority was established on August 17, 2004, under a Joint Power Agreement between the City of Irwindale and the former Irwindale Redevelopment Agency.

The Authority is organized to receive and reassign the operating rights from each of the mining companies under SMARA for certain quarries located in the City of Irwindale for the purpose of complying with the California Surface Mining and Reclamation Act of 1975 (SMARA) and implementing State Mining and Geology Board Reclamation Regulations (SMGB Regulations).

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

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

Separate financial statements have not been prepared for the Irwindale Public Financing Authority, the Irwindale Housing Authority and the Irwindale Reclamation Authority.

The Irwindale Joint Powers Authority was established on April 24, 2013 pursuant to Article 1 of Chapter 5, Division 7, Title 1 of the Government Code of the State of California. Its purpose is to provide an entity which can provide assistance to the Irwindale Housing Authority and the City of Irwindale in their respective financing undertakings and to provide assistance in the financing of public capital improvements to be owned by either member. During the year under audit there was no activity.

b. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities are normally supported by taxes and intergovernmental revenues. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

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

c. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

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

claims and judgments, are recorded only when payment is due. Agency funds are reported on the accrual basis of accounting.

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

The City reports the following major governmental funds:

- The General Fund accounts for all unrestricted resources except those required to be accounted for in another fund.
- The Housing Authority Fund accounts for the transactions of the Irwindale Housing Authority which was established for the development of low and moderate income housing in the City, which includes restricted resources and assets transferred from the former Irwindale Community Redevelopment Agency Low and Moderate Income Housing Fund after the passage of AB 1X 26. Additional information can be found under Note 13.
- The Special Mining Tax Fund accounts for the excavation and processing taxes received from the various mining companies in the City.

Additionally, the City reports the following fund types:

- Agency Funds are used to account for funds held for the benefit of parties outside the government. The resources in these agency funds are not used to support any City programs. Agency funds for the City consists of the Trust & Agency Fiduciary Fund, the Community Facilities District (CFD#1), the Live Oak Sewer Assessment District, the Street Light Assessment District, and the Sewer Maintenance Assessment District Fund.
- Private-purpose trust funds are used to account for the assets and liabilities of the former redevelopment agency and the allocated revenue to pay estimated installment payments of enforceable obligations until the obligations of the former redevelopment agency are paid in full and assets have been liquidated.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. Certain indirect costs are included in the program expense reported for individual functions and activities.

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

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

d. Assets, Liabilities and Net Position or Equity

1. Investments

Investments are reported at fair value as required under GASB Statement No. 31. The City's investment in land held for resale is stated at cost. If a disposition and development agreement has been entered into specifying a lower value for the land, then the difference between cost and this value has been reflected as an allowance for decline in value of land held.

2. Receivables and Payables

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

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectibles.

Property tax revenue is recognized on the basis of NCGA Interpretation No. 3 (adopted by GASB); that is, in the fiscal year for which the taxes have been levied providing they become available. Available means then due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County of Los Angeles collects property taxes for the City. Tax liens attach annually as of 12:01 A.M. on the first day in January preceding the fiscal year for which the taxes are levied. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent, if unpaid, on December 10 and April 10, respectively. Unsecured personal property taxes become due on the first of January each year and are delinquent on August 31.

3. Inventories and Prepaid Items

Governmental funds use the purchases method to account for their inventories of materials and supplies. Under the purchase method, inventories are reported as expenditure when purchased rather than capitalized as an asset.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the purchases method in both government-wide and fund financial statements. The fund balances in the governmental fund types have been reserved for amounts equal to the prepaid items in the fund level statements since these amounts are not available for appropriation.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

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

4. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure assets (e.g. roads, bridges, sidewalks and similar items) and intangible assets, are reported in the governmental activities column in the government-wide financial statements. Capital assets other than infrastructure assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of three years. Infrastructure assets have a capitalization threshold of \$100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In accordance with GASB Statement No. 34, the City has reported its general infrastructure assets acquired after June 30, 1980, which include pavement, sidewalk, curb and gutter, streetlights, storm drains, bridges and traffic signals.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Infrastructure	25 - 100
Buildings	50
Furniture, Fixtures and Equipment	3 - 10

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and governmental fund balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of financial position and governmental fund balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has only one item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from various sources such as, grant revenue, taxes and other special revenues. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

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

6. Net Position Flow Assumption

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

7. Fund Balance Flow Assumptions

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

8. Compensated Absences

Vacation pay is payable to employees at the time a vacation is taken or upon termination of employment, upon completion of six months of service. Sick leave is payable when an employee is unable to work because of illness. Upon termination, sick leave accrued will be paid based on the following:

- 75% reimbursement from one day up to 60 days,
- 50% reimbursement from 60 days up to 100 days, and
- 25% reimbursement for any amount of days over 100.

9. Claims and Judgments

Only the short-term liability, if any, is reflected as a current liability in the applicable governmental fund. The short-term liability, which will be liquidated with expendable available financial resources, is the amount of settlement reached, but unpaid, related to claims and judgments entered. As of June 30, 2014, there were no material long-term claims and judgments against the City and no liability was reported.

10. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

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

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

11. Fund Equity

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

Nonspendable include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

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

Committed include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority, City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is by resolution.

Assigned include amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The City Manager is authorized to assign amounts to a specific purpose, which was established by the governing body in a resolution.

Unassigned include the residual amounts that have not been restricted, committed, or assigned to specific purposes.

The accounting policies of the City considers restricted fund balance to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts and then unassigned amounts. The General Fund is the only fund that has a positive unassigned balance.

12. Functional Classifications

Expenditures of the Governmental Funds are classified by function. Functional classifications are defined as follows:

- General Government includes legislative activities which have a primary objective of providing legal and policy guidelines for the City. Also included in this classification are those activities which provide management or support services across more than one functional area.
- Public Safety includes those activities which involve the protection of people and property.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

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

- Public Works includes those activities which involve the maintenance and improvement of City streets, roads and park development and maintenance.
- Parks and Recreation includes those activities, which involve the parks and recreation system.
- Capital Outlay includes those activities which involve the acquisition of capital assets.
- Debt Service includes those activities that account for the payment of long-term debt principal, interest and fiscal charges.

II. DETAILED NOTES ON ALL FUNDS

Note 2: Cash and Investments

As of June 30, 2014, cash and investments were reported in the accompanying financial statements as follows:

Governmental activities	\$ 64,655,411
Fiduciary funds	<u>18,055,860</u>
Total Cash and Investments	<u><u>\$ 82,711,271</u></u>

The City of Irwindale maintains a cash and investment pool that is available for use for all funds. Each fund type's position in the pool is reported on the combined balance sheet as cash and investments. The City has adopted an investment policy, which authorizes it to invest in various investments.

Deposits

As of June 30, 2014, the carrying amount of the City's deposits was \$2,540,282 and the bank balance was \$2,354,207. The \$186,075 difference represents outstanding checks and other reconciling items.

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits which are fully insured up to \$250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 2: Cash and Investments (Continued)

Investments

Under provision of the City's investment policy, and in accordance with the California Government Code, the following investments are authorized:

- Bonds issued by the City
- United States Treasury Bills, Notes & Bonds
- Registered state warrants or treasury notes or bonds issued by the State of California
- Bonds, notes, warrants or other evidence of debt issued by a local agency within the State of California, including pooled investment accounts sponsored by the State of California, County Treasurers, other local agencies or Joint Powers Agencies
- Obligations issued by Agencies or Instrumentality of the US Government
- Bankers Acceptances
- Negotiable Certificates of Deposit which are fully insured by the Federal Deposit Insurance Corporation (FDIC)
- Repurchase/Reverse Repurchase Agreements
- Medium Term Notes
- Corporate Bonds which are fully insurance by the Federal Deposit Insurance Corporation (FDIC)
- Money market mutual funds
- Funds held under the terms of a Trust Indenture or other contract or agreement
- Collateralized bank deposits with a perfected security interest

Investments Authorized by Debt Agreements

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

Investments in State Investment Pool

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

GASB Statement No. 31

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

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 2: Cash and Investments (Continued)

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. The City's investment policy limits investments in medium-term notes (MTN's) to those rated "AA" or higher by Standard and Poor's (S&P) or by Moody's. As of June 30, 2014, the City had no investments in medium-term notes. In addition, the City's investments in Federal Agency investments were rated "AAA" by Moody's and S&P. All securities were investment grade and legal under State law. Investments in U.S. treasuries are not considered to have credit risk and, therefore, their credit quality is not disclosed. As of June 30, 2014, the City's investments in external investment pools and money market mutual funds are unrated.

Custodial Credit Risk

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

As of June 30, 2014, none of the City's deposits or investments was exposed to custodial credit risk.

Concentration of Credit Risk

The City's investment policy imposes restrictions for certain types of investments with any one issuer for the following types of investments: Medium Term Notes (30%), Medium Term of any one corporation (15%), Banker's Acceptances (20%), and Bank's acceptance of any one commercial bank (10%). With respect to concentration of credit risk, as of June 30, 2014, the Agency is in compliance with its investment policy. In accordance with GASB Statement No. 40 a separate disclosure is needed if the City has invested more than 5% of its total investments in any one issuer. As of June 30, 2014, the City has invested \$9,228,022 (12%) in Federal Home Loan Mortgage Corporation, \$7,479,200 (9%) in Federal National Mortgage Association, and \$6,032,360 (8%) in Federal Home Loan Mortgage Corp.

Investments guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this requirement.

Interest Rate Risk

The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment policy states that at least two-thirds of the City's portfolio shall mature in three years or less. The only exception to these maturity limits shall be the investment of the gross proceeds of tax-exempt bonds. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 2: Cash and Investments (Continued)

As of June 30, 2014, the City had the following investments and original maturities:

	Investment Maturities				Fair Value
	Less 6 Months	6 Months to 1 Year	1 to 3 Years	3 to 5 Years	
Investments:					
California Local Agency Investment Fund	\$ 44,317,355	\$ -	\$ -	\$ -	\$ 44,317,355
Certificate of Deposit	1,365,840	905,641	3,477,430	1,687,180	7,436,091
Money Market Fund	26	-	-	-	26
Federal Agency Securities	-	-	5,007,820	17,731,762	22,739,582
Investments with fiscal agents:					
Money Market Mutual Fund	5,677,935	-	-	-	5,677,935
	<u>\$ 51,361,156</u>	<u>\$ 905,641</u>	<u>\$ 8,485,250</u>	<u>\$ 19,418,942</u>	<u>\$ 80,170,989</u>

Note 3: Capital Assets

Capital assets activity for the year ended June 30, 2014, was as follows:

	Beginning Balance	Additions	Deletions	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 3,145,664	\$ -	\$ -	\$ -	\$ 3,145,664
Construction-in-progress	3,231,681	1,634,780	-	(1,254,170)	3,612,291
Total Capital Assets, Not Being Depreciated	<u>6,377,345</u>	<u>1,634,780</u>	<u>-</u>	<u>(1,254,170)</u>	<u>6,757,955</u>
Capital assets, being depreciated:					
Buildings and improvements	4,878,150	-	-	486,352	5,364,502
Furniture, fixtures and equipment	3,646,757	37,865	-	-	3,684,622
Infrastructure	62,581,640	-	-	767,818	63,349,458
Total Capital Assets, Being Depreciated	<u>71,106,547</u>	<u>37,865</u>	<u>-</u>	<u>1,254,170</u>	<u>72,398,582</u>
Less accumulated depreciation:					
Buildings and improvements	2,963,735	86,517	-	-	3,050,252
Furniture, fixtures and equipment	2,863,148	290,157	-	-	3,153,305
Infrastructure	18,233,887	1,568,314	-	-	19,802,201
Total Accumulated Depreciation	<u>24,060,770</u>	<u>1,944,988</u>	<u>-</u>	<u>-</u>	<u>26,005,758</u>
Total Capital Assets, Being Depreciated, Net	<u>47,045,777</u>	<u>(1,907,123)</u>	<u>-</u>	<u>1,254,170</u>	<u>46,392,824</u>
Governmental Activities Capital Assets, Net	<u>\$ 53,423,122</u>	<u>\$ (272,343)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 53,150,779</u>

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 3: Capital Assets (Continued)

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

Governmental Activities:	
General government	\$ 38,900
Public safety	213,949
Parks and recreation	194,499
Public works	<u>1,497,640</u>
Total Depreciation Expense	<u>\$ 1,944,988</u>

Note 4: Interfund Receivable, Payable and Transfer

The composition of interfund balances as of June 30, 2014, is as follows:

a. Due To/From Other Funds

	Due To Other Funds
	<u>Nonmajor Governmental Funds</u>
<u>Due From Other Funds</u>	
General Fund	<u>\$ 481,496</u>

The due to General fund of \$477,440 from various nonmajor funds was to cover temporary deficit cash balances at June 30, 2014.

b. Advances To/From Other Funds

On January 9, 2013, the City of Irwindale entered into an agreement with the Irwindale Housing Authority ("Authority") to purchase property known as the Olive Pit for a total of \$4,134,000. As a result, a promissory note between the City and the Housing Authority was issued in the amount of \$4,134,000 with principal payments due every April 9th over ten years in equal annual installments of \$413,400. Interest is accrued at 3% of the annual payment, if the payment is not made. The outstanding balance as of June 30, 2014, was \$4,151,940.

c. Interfund Transfers

	<u>Transfers Out</u>			
		Special	Nonmajor Governmental	
<u>Transfers In</u>	<u>General Fund</u>	<u>Mining Tax</u>	<u>Funds</u>	<u>Total</u>
General Fund	\$ -	\$ -	\$ 2,768,751	\$ 2,768,751
Nonmajor Governmental Funds	551,839	642,717	-	1,194,556
Total	<u>\$ 551,839</u>	<u>\$ 642,717</u>	<u>\$ 2,768,751</u>	<u>\$ 3,963,307</u>

The Special Mining Tax fund transferred \$642,717 to the Reclamation fund for annual mining contributions pursuant to a settlement agreement.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 5: Long-Term Debt

The following is a schedule of changes in governmental activities long-term debt for fiscal year ended June 30, 2014.

	Outstanding July 1, 2013	Additions	Deletions	Outstanding June 30, 2014	Due Within One Year
Certificates of Participation:					
2001 Refunding Certificates of Participation	\$ 4,360,000	\$ -	\$ 4,360,000	\$ -	\$ -
2013 Lease Revenue Refunding Bonds	-	3,870,000	475,000	3,395,000	440,000
Accrued Employee Benefits	854,635	513,496	560,548	807,583	529,687
Capital Lease Payable	1,333	-	1,333	-	-
Total	<u>\$ 5,215,968</u>	<u>\$ 4,383,496</u>	<u>\$ 5,396,881</u>	4,202,583	<u>\$ 969,687</u>
			Unamortized Bond Premium	131,572	
				<u>\$ 4,334,155</u>	

a. Certificates of Participation

2001 Refunding Certificates of Participation

On August 1, 2001, the City of Irwindale issued \$8,820,000 in Certificates of Participation with interest rates ranging from 2.65% to 5.00%. Interest on the certificates is payable semi-annually on April 1 and October 1 of each year commencing October 1, 2001. Principal maturities begin April 1, 2001, and continue annually through April 1, 2018. The certificates were issued for the purpose of currently refunding, on August 1, 2001, certain outstanding Certificates of Participation known and designated as the \$4,075,000 City of Irwindale, California, Issue of 1997. During October 2001, the remaining 1997 Certificates were currently refunded. The 1997 Certificates of Participation were issued for the advance refunding of certain outstanding Certificates of Participation known and designated as the \$4,125,000 City of Irwindale, California, Issue of 1989. The 1989 Certificates were issued to crossover advance refunding of certain outstanding Certificates of Participation known and designed as the \$5,630,000 City of Irwindale, California, Certificates of Participation Issue of 1985. The 1985 Certificates financed certain structures and improvements in the City. During the fiscal year, the City refunded the bonds with the 2013 Lease Revenue Refunding Bonds.

2013 Lease Revenue Refunding Bonds

On July 2, 2013, the City of Irwindale Joint Powers Authority issued \$3,870,000 in Lease Revenue Refunding Bonds with interest rates ranging from 2.0% to 4.0%. Interest on the bonds is payable semi-annually on April 1 and October 1 of each year commencing October 1, 2014. Principal maturities begin July 2, 2014, and continue annually through April 1, 2021. The bonds were issued for the purpose of refunding the outstanding Certificates of Participation known and designated as the \$8,820,000 City of Irwindale, California, Issue of 2001. As of June 30, 2014, the outstanding balance on the 2013 Lease Revenue Refunding Bonds is \$3,395,000.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 5: Long-Term Debt (Continued)

The annual requirements to amortize the outstanding indebtedness as of June 30, 2014, including interest, are as follows:

Year Ending June 30,	2013 Lease Revenue Refunding Bonds	
	Principal	Interest
2015	\$ 440,000	\$ 115,600
2016	455,000	105,588
2017	465,000	91,863
2018	480,000	76,600
2019	495,000	57,250
2020-2021	1,060,000	32,200
Totals	<u>\$ 3,395,000</u>	<u>\$ 479,101</u>

b. Compensated Absences

The City's policies relating to compensated absences are described in Note 1 of the Notes to Financial Statements. The liability will be paid in future years by the General Fund.

c. Capital Leases

In September 2008, the City entered into a capital lease agreement to acquire a copier. For accounting purposes, the lease qualifies as capital leases and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date. As of June 30, 2014, the capital lease was paid off.

d. Other Special Obligations

On November 30, 1998, the City of Irwindale Sewer Assessment District issued \$975,000 in limited obligation improvement bonds carrying an interest rate of 6.25% pursuant to the provision of the Improvement Bond Act of 1915.

On July 13, 2010, the City of Irwindale Community Facilities District No. 1 issued \$7,685,000 in Special Tax Refunding Bonds with interest rates varying from 3.00% to 5.00% to refund the District's outstanding 1998 Special Tax Refunding Bonds.

The issues described above are not reflected in the liabilities on the statement of net position because they are special obligations payable solely from and secured by specific revenue source described in the resolutions and official statement of the issues. Neither the faith and credit nor the taxing power of the City, the Redevelopment Agency, the State of California or any political subdivision thereof, is pledged for the payment of these bonds.

	Amount Outstanding at <u>June 30, 2014</u>
City of Irwindale Sewer Assessment District (Live Oak Avenue) Limited Obligation Improvement Bonds	\$ 375,000
City of Irwindale Community Facilities District No. 1 2010 Special Tax Refunding Bonds	5,895,000

III. OTHER DISCLOSURES

Note 6: Retirement Plan

Plan Description

The City of Irwindale contributes to the California Public Employees Retirement System (PERS), a cost-sharing multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and City ordinance. Copies of PERS' annual financial report may be obtained from their executive office located at 400 P Street, Sacramento, California 95814.

Funding Policy

Participants are required to contribute 7% (9% for safety employees) of their annual covered salary. As of January 1, 2011, existing participants were required to pay 1% of the current 7% (9% for safety employees). This percentage increased to 2% effective July 1, 2011. Participants hired after July 1, 2010 are required to pay the full 7% (9% for safety employees) of their required contribution. The City contributes the employer requirement at an actuarially determined rate. The current employer rate is 10.630% (27.877% for safety employees) of the annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by PERS.

Required Contribution

During fiscal year ended June 30, 2014, the City's contribution of \$1,171,689 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2011, actuarial valuation using the entry age normal actuarial cost method.

The following table provides the annual pension cost and the percentage contributed for the current and two prior fiscal years.

Fiscal Years Ended	Required Contribution	Percentage Contributed
6/30/2012	\$ 1,348	100%
6/30/2013	1,303	100%
6/30/2014	1,171	100%

The City of Irwindale participated in risk pooling. Risk pooling consists of combining assets and liabilities across employers to produce large groups where the impact of a catastrophic demographic event is shared among all employers of the same risk pool. Participation in risk pools is mandatory for all plans with less than 100 active members. Mandated participation in risk pools was initially based on the active membership of each rate plan as of June 30, 2003. The implementation of risk pools was done in a way that minimizes the impact on employer contribution rates. The first year in risk pools, the employer contributions are almost identical to what the rates would have been outside the pools. Future rates will be based on the experience of each pool. Pooling will reduce the volatility of future employer rates. Mandated participation will occur on an annual basis.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 7: Retirement Enhancement Plan

Plan Description

The City of Irwindale established the PARS Retirement Enhancement Plan (PARS) for its miscellaneous employees to supplement PERS retirement benefits. PARS is a 401(a) tax-qualified single-employer benefit plan made up of California governmental agencies. Union Bank of California is the trustee for PARS and has the duties to receive and invest plan contributions, safeguard assets of the plan and distribute benefits to eligible plan participants or beneficiaries pursuant to the plan document. To be eligible for benefits under this plan, employees must be a full-time or part-time employee, be at least 50 years of age, have completed at least three years of continuous employment with the City as of the last day of employment with the City if hired prior to January 1, 2007, or 10 years of continuous employment if hired on or after January 1, 2007. Employees must terminate employment with the City; concurrently retire under PERS; and have applied for benefits under this plan. PARS supplements the current 2% at 55 PERS benefits to provide a combined total retirement benefit equivalent to a 3% at 55 PERS benefits based on the total credited PERS years of service.

Funding Policy

The City is required to contribute at an actuarially determined rate; the current rate is 14.22% of the annual covered payroll. The required contribution was based on the July 1, 2013, actuarial valuation, using the entry age normal actuarial cost method. Based on the July 1, 2013, actuarial valuation assumptions included (a) an investment return of 7.61%, (b) an inflation rate of 2.75%, (c) projected annual payroll increases of 3.85% to 12.65% based on year of service, and (d) a cost-of-living adjustment of 2.00% per year. Miscellaneous employees hired prior to December 31, 2010, are required to contribute .40% of compensation, with the City contributing 14.22%. All miscellaneous employees hired after January 1, 2011, are required to pay 7.76% of compensation. The UAAL is being amortized as a level percentage of payroll and is based on a closed 20 year amortization period from July 1, 2011, with amortization payments increasing 3.25% annually.

Required Contribution

For fiscal year ending June 30, 2014, the City's required contribution and actual contribution was \$463,944. The following table provides 3 years of historical information of the Annual Pension Cost:

(Amounts in Thousands)			
Fiscal Year	Annual Pension Cost (APC)	Percentage of APC	Net Pension Obligation
6/30/2012	\$ 503	100 %	\$ -
6/30/2013	473	100 %	-
6/30/2014	464	100 %	-

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 7: Retirement Enhancement Plan (Continued)

Schedule of Funded Status and Funding Progress for PARS
 (Amounts in Thousands)

Actuarial Valuation Date	Actuarial Accrued Liability (AAL) Entry Age	Actuarial Value of Assets	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
6/30/08	\$ 5,461	\$ 4,535	\$ 926	83.1%	\$ 4,373	21.2%
6/30/10	6,957	3,974	2,983	57.1%	3,617	82.5%
6/30/12	7,942	5,148	2,794	64.8%	3,777	74.0%

Actuarial valuation is performed every other year.

Note 8: Other Post-Employment Employee Benefits

Plan Description

The City has established a qualified OPEB trust with the California Employers' Retiree Benefit Trust Fund (CERBT) to fund future benefits. The City provides medical insurance for its retired employees according to the Personnel Rules and Regulations. The authority to do so is included in the Memorandum of Understanding between the City and each of its employee groups and ultimately passed by Council action.

For employees hired before July 1, 2010, the plan provides lifetime benefits towards medical insurance for all employees who retire from the City on or after attaining the age of 50 with at least five years of service. For employees hired after July 1, 2010, retiree medical benefits will be implemented in accordance with the vesting resolution with CalPERS which mirrors the state plan for contribution levels; requiring 10 years of service for 50% contribution of state designated amount towards retiree medical premiums and 20 years of service for 100% contribution of state designated amount towards retiree medical premiums.

Funding Policy

The contribution requirements of plan members and the City are established and may be amended by the City, City Council and/or the employee association. Currently, contributions are not required from plan members. The contribution amount is based on the annual required contribution (ARC) of \$1,103,595 for fiscal year ended June 30, 2014, 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 the annual normal cost and the amortization of unfunded actuarial liabilities (or funding excess) over a thirty year period.

The City pays current benefits on a pay-as-you-go basis and makes additional contribution to the California Employers' Retiree Benefit Trust Fund (CERBT) to fund future benefits. For fiscal year ended June 30, 2014, the City paid \$845,596 for retiree benefits and contributed \$257,999 to CERBT to fund future benefits.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 8: Other Post-Employment Employee Benefits (Continued)

Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 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 over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB asset:

Annual required contribution (ARC)	\$ 1,103,595
Interest on net pension obligation	(1,576)
Adjustment to ARC	<u>2,340</u>
Annual OPEB cost	1,104,359
Contribution made	<u>1,103,595</u>
Decrease in net OPEB asset	(764)
Net OPEB asset - July 1, 2013	<u>35,030</u>
Net OPEB asset - June 30, 2014	<u><u>\$ 34,266</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB asset for the 2013-2014 fiscal year and the two preceding years were as follows:

Fiscal Year End	Annual OPEB Cost	Actual Contribution (Net of Adjustments)	Percentage of Annual OPEB Cost Contributed	Net OPEB Asset (Liability)
6/30/2012	\$ 1,100,616	\$ 1,099,953	99.9%	\$ 35,723
6/30/2013	1,100,646	1,099,953	99.9%	35,030
6/30/2014	1,104,359	1,103,595	99.9%	34,266

Funded Status and Funding Progress

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 trends. 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 below presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. The plan was implemented in fiscal year 2008-2009 and an actuarial valuation was performed during that year. Additionally, actuarial valuations will be performed every two years thereafter.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014
Note 8: Other Post-Employment Employee Benefits (Continued)

Actuarial Valuation Date	Actuarial Value of Assets	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Percent of Covered Payroll
7/1/2010	\$ 1,221,250	\$ 11,392,900	10.72%	\$ 6,176,705	184.45%
6/30/2011	1,670,513	11,471,570	14.6%	6,176,705	185.72%
6/30/2013	2,473,584	11,823,003	20.9%	5,550,316	213.01%

Actuarial Methods and Assumptions

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 the 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 valuation, dated February 20, 2014, used the Entry Age Normal actuarial cost method, a discount rate of 7.25% which is the long-term expected rate of return on the City's investment fund, an annual general inflation rate of 2.75%, an annual aggregate payroll increase of 2.75%, and a healthcare cost trend of 4.00%. The initial unfunded accrued actuarial liability (UAAL) is being amortized as a level percentage of projected payroll over a closed 30-year period and the residual UAAL is being amortized over an open 30-year period beginning with the 2011-2012 fiscal year. As of the actuarial valuation date, the City had 76 active participants and 69 recipients.

Note 9: Risk Management**a. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement**

The City of Irwindale is a member of the CALIFORNIA JOINT POWERS INSURANCE AUTHORITY (Authority). The Authority is composed of 122 California public entities and is organized under a joint powers agreement pursuant to California Government Code §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 California JPIA 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 nine-member Executive Committee.

b. Self-Insurance Programs of the Authority

Each member pays an annual contribution to cover estimated losses for the coverage period. This initial funding is paid at the beginning of the coverage period. After the close of the coverage period, outstanding claims are valued. A retrospective deposit computation is then conducted annually thereafter until all claims incurred during the coverage period 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.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 9: Risk Management (Continued)

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 non-police 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 in excess of \$750,000 up to the reinsurance attachment point of \$5 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from \$5 million to \$10 million are paid under a reinsurance contract subject to a \$2.5 million annual aggregate deductible. The \$2.5 million annual aggregate deductible is fully covered under a separate policy; as such no portion of it is retained by the Authority. Costs of covered claims from \$10 million to \$15 million are paid under two reinsurance contracts subject to a combined \$3 million annual aggregate deductible. The \$3.0 million annual aggregate deductible is fully retained by the Authority. (6) Costs of covered claims from \$15 million up to \$50 million are covered through excess insurance policies.

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

Costs of covered claims for subsidence losses are paid by reinsurance and excess insurance with a pooled sub-limit of \$25 million per occurrence. This \$25 million subsidence sub-limit is composed of (a) \$5 million retained within the pool's SIR, (b) \$10 million in reinsurance and (c) \$10 million in excess insurance. The excess insurance layer has a \$10 million annual aggregate.

Workers' Compensation

In the workers' compensation program claims are pooled separately between public safety (police and fire) and 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 in excess of \$100,000 up to the reinsurance attachment point of \$2 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from \$2 million up to statutory limits are paid under a reinsurance policy. Protection is provided per statutory liability under California Workers' Compensation Law.

Note 9: Risk Management (Continued)

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.

c. Purchased Insurance

Pollution Legal Liability Insurance

The City of Irwindale participates in the pollution legal liability insurance program (formerly called environmental insurance) which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of Irwindale. 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, 2011 through July 1, 2014. Each member of the Authority has a \$10 million sub-limit during the 3-year term of the policy.

Property Insurance

The City of Irwindale participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of Irwindale property is currently insured according to a schedule of covered property submitted by the City of Irwindale to the Authority. City of Irwindale property currently has all-risk property insurance protection in the amount of \$41,813,123. 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 of Irwindale 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. City of Irwindale property currently has earthquake protection in the amount of \$25,800,206. 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.

Crime Insurance

The City of Irwindale 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.

d. 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 the fiscal year ended June 30, 2014.

The CJPIA has published its own financial report for the year ended June 30, 2014, which can be obtained from California Joint Powers Insurance Authority, 8081 Moody Street, La Palma, California, 90623.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 10: Construction Commitments

As of June 30, 2014, there were no significant construction commitments in which the City of Irwindale was involved in.

Note 11: Successor Agency Trust For Assets of Former Redevelopment Agency

The California Supreme Court upheld Assembly Bill 1X 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of Irwindale that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the “successor agency” to hold the assets until they are distributed to other units of state and local government. On January 11, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 2012-08-2547.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

Successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

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

a. Cash and Investments

Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and investments pooled with the City	\$ 11,700,815
Cash and investments with fiscal agent	<u>3,419,049</u>
	<u>\$ 15,119,864</u>

b. Land Held for Resale

The Successor Agency reported an extraordinary gain in the amount of \$30,153,045 for land held for resale transferred from the General Fund. The land was transferred back to the Successor Agency and the General Fund reported an extraordinary loss of \$30,153,045.

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 11: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

c. Capital Assets

An analysis of capital assets as of June 30, 2014, follows:

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets, not being depreciated				
Land	\$ 2,761,293	\$ -	\$ -	\$ 2,761,293
Total Capital Assets, Not Being Depreciated	<u>2,761,293</u>	<u>-</u>	<u>-</u>	<u>2,761,293</u>
Capital Assets, being depreciated				
Buildings and structures	853,487	-	-	853,487
Total Capital Assets, Being Depreciated	<u>853,487</u>	<u>-</u>	<u>-</u>	<u>853,487</u>
Less Accumulated Depreciation				
Buildings and structures	452,351	17,070	-	469,421
Total Accumulated Depreciation	<u>452,351</u>	<u>17,070</u>	<u>-</u>	<u>469,421</u>
Total Capital Assets, Being Depreciated, Net	<u>401,136</u>	<u>(17,070)</u>	<u>-</u>	<u>384,066</u>
Total Capital Assets, Net	<u>\$ 3,162,429</u>	<u>\$ (17,070)</u>	<u>\$ -</u>	<u>\$ 3,145,359</u>

CITY OF IRWINDALE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 11: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

d. Long-Term Debt

Long-term liability activity for the year ended June 30, 2014, was as follows:

	Outstanding July 1, 2013	Additions	Deletions	Outstanding June 30, 2014	Due Within One Year
Tax Allocation Bonds:					
2002 Tax Allocation Senior Parity Bonds	\$ 9,720,000	\$ -	\$ 9,720,000	\$ -	\$ -
2003 Tax Allocation Housing Parity Bonds	3,490,000	-	3,490,000	-	-
2005 Tax Allocation Housing Parity Bonds	16,150,000	-	195,000	15,955,000	860,000
2006 Tax Allocation Refunding Parity Bonds	34,460,000	-	1,810,000	32,650,000	1,895,000
2006 Subordinate Lien Tax Allocation Refunding Bonds	14,685,000	-	745,000	13,940,000	775,000
2014 Tax Allocation Refunding Parity Bonds	-	7,910,000	-	7,910,000	710,000
2014 Taxable Housing Tax Allocation Refunding Parity Bonds	-	2,915,000	-	2,915,000	215,000
Advances from the Housing Authority	1,189,209	-	-	1,189,209	-
Totals	<u>\$ 79,694,209</u>	<u>\$ 10,825,000</u>	<u>\$ 15,960,000</u>	74,559,209	<u>\$ 4,455,000</u>
				Unamortized bond premium 2,085,440	
				Unamortized bond discount (41,647)	
				<u>\$ 76,603,002</u>	

Tax Allocation Bonds

A description of individual issues of bonds outstanding at June 30, 2014, follows:

2002 Tax Allocation Senior Parity Bonds

On January 6, 2003, the former redevelopment agency issued \$14,175,000 of City Industrial Development Project Tax Allocation Senior Parity Bonds. The bonds were issued to provide funds for certain redevelopment activities of the Agency. Interest on the bonds is payable semi-annually on January 15 and July 15, commencing July 15, 2003. The bonds carry various interest rates from 1.25% to 5.00%. Principal maturities begin July 15, 2004, and continue through 2025. During the fiscal year, the Successor Agency of the former RDA refunded the bonds with the 2014 Tax Allocation Refunding Parity Bonds.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014

Note 11: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

2003 Taxable Housing Tax Allocation Parity Bonds

In December 2003, the former redevelopment agency issued \$9,345,000 of Taxable Housing Tax Allocation Housing Bonds to advance refund the outstanding balance of the 1995 Tax Allocation Housing Bonds and to acquire property for future development for low and moderate income housing. The bonds consist of \$7,760,000 serial bonds maturing from August 2004 through August 2019, bearing annual interest ranging from 2.00% to 6.00% and \$1,585,000 term bonds due August 1, 2025, bearing annual interest at 6.25%. Interest on the bonds is payable semi annually on August 1 and February 1. During the fiscal year, the Successor Agency of the former RDA refunded the bonds with the 2014 Taxable Housing Tax Allocation Refunding Parity Bonds.

2005 Taxable Housing Tax Allocation Parity Bonds

On August 2, 2005, the former redevelopment agency issued \$17,445,000 of Taxable Housing Tax Allocation Parity Bonds to refinance the outstanding balance of the 1998 Tax Allocation Housing Refunding Bonds and to finance low and moderate income housing activities of the former redevelopment agency. The 2005 Taxable Housing Tax Allocation Parity Bonds were payable on a parity with certain obligations of the former redevelopment agency solely from certain Housing Set-Aside Revenues of the former redevelopment agency. The bonds consist of \$5,225,000 serial bonds maturing from August 2006 through August 2017 bearing annual interest ranging from 4.32% to 5.25%, \$5,900,000 term bonds due August 1, 2022, bearing annual interest at 5.4%, and \$6,320,000 term bonds due August 1, 2026, bearing annual interest at 5.53%. Interest on the bonds is payable beginning February 1, 2006, and semi-annually thereafter on August 1 and February 1. The outstanding balance as of June 30, 2014, is \$15,955,000.

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2005 Taxable Housing Parity	
	Principal	Interest
2015	\$ 860,000	\$ 839,791
2016	910,000	794,214
2017	955,000	745,951
2018	1,010,000	694,609
2019	1,060,000	639,476
2020-2024	6,220,000	2,249,053
2025-2027	4,940,000	437,147
Totals	<u>\$ 15,955,000</u>	<u>\$ 6,400,241</u>

2006 Tax Allocation Refunding Parity Bonds

In July 2006, the former redevelopment agency issued the City Industrial Development Project 2006 Tax Allocation Refunding Parity Bonds in the amount of \$44,035,000 for the purpose of refunding, on a current basis, the Agency's 1996 Senior Lien Tax Allocation Bonds. The 2006 Tax Allocation Refunding Parity Bonds were payable on a parity with certain obligations of the former redevelopment agency solely from certain tax increment revenues allocated to the former redevelopment agency as further discussed in each official statement of the issue. The bonds consist of \$18,465,000 serial bonds maturing

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 11: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

from January 15, 2007 through July 15, 2017, bearing annual interest ranging from 4.25% to 5.25%, and term bonds ranging from \$2,275,000 to \$3,510,000 due July 15, 2018 through 2026, respectively, and bearing annual interest at 5.25% and 5.85%, respectively. Interest on the bonds is payable semi-annually on January 15 and July 15. The outstanding balance as of June 30, 2014, was \$32,650,000.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2014, including interest, are as follows:

Year Ending June 30,	2006 Tax Allocation Refunding Parity Bonds	
	Principal	Interest
2015	\$ 1,895,000	\$ 1,765,698
2016	2,000,000	1,666,054
2017	2,105,000	1,559,741
2018	2,215,000	1,447,785
2019	2,335,000	1,329,923
2020-2024	13,710,000	4,626,428
2025-2026	8,390,000	750,116
Totals	<u>\$ 32,650,000</u>	<u>\$ 13,145,745</u>

2006 Subordinate Lien Tax Allocation Refunding Bonds

In October 2006, the former redevelopment agency issued the City Industrial Development Project 2006 Subordinate Lien Tax Allocation Refunding Bonds in the amount of \$18,505,000 for the purpose of refunding, on a current basis, the former redevelopment agency's 1996 Subordinate Lien Tax Allocation Bond. The 2006 Subordinate Lien Tax Allocation Refunding Bonds were payable on a subordinate basis to certain obligations of the former redevelopment agency solely from certain tax increment revenues allocated to the former redevelopment agency as further discussed in each official statement for the issue. The bonds consist of \$18,505,000 serial bonds ranging from \$565,000 to \$1,475,000 maturing from December 1, 2007 through June 1, 2026, bearing annual interest ranging from 4.50% to 5.50%, due December 1, 2007 through 2026, respectively. Interest on the bonds is payable annually on December 1. The outstanding balance as of June 30, 2014, was \$13,940,000.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2014
Note 11: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2006 Subordinate Lien Tax Allocation Refunding Bonds	
	Principal	Interest
2015	\$ 775,000	\$ 715,600
2016	820,000	675,725
2017	860,000	633,725
2018	900,000	589,725
2019	950,000	543,475
2020-2024	5,515,000	1,911,788
2025-2026	4,120,000	309,788
Totals	<u>\$ 13,940,000</u>	<u>\$ 5,379,826</u>

2014 Tax Allocation Refunding Parity Bonds

In April 2014, the Successor Agency issued the City Industrial Development Project 2014 Tax Allocation Refunding Parity Bonds in the amount of \$7,910,000 for the purpose of refunding, on a current basis, the former redevelopment agency's previously issued \$14,175,000 City Industrial Development Project 2002 Tax Allocation Senior Parity Bonds. The 2002 Tax Allocation Senior Parity Bonds were payable and secured solely from non-housing tax revenues. Interest on the bonds is payable semi-annually on January 15 and July 15, commencing July 15, 2014. The bonds carry various interest rates from 2.0% to 5.0%. Principal maturities begin July 15, 2014, and continue through 2025..

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2014 Tax Allocation Refunding Parity Bonds	
	Principal	Interest
2015	\$ 710,000	\$ 319,450
2016	520,000	304,550
2017	535,000	286,050
2018	560,000	261,350
2019	585,000	232,725
2020-2024	3,405,000	681,875
2025-2026	1,595,000	48,225
Totals	<u>\$ 7,910,000</u>	<u>\$ 2,134,225</u>

2014 Taxable Housing Tax Allocation Refunding Parity Bonds

In April 2014, the Successor Agency issued the City Industrial Development Project 2014 Taxable Housing Tax Allocation Refunding Parity Bonds in the amount of \$2,915,000 for the purpose of refunding, on a current basis, the former redevelopment agency's previously issued \$17,445,000 City Industrial Development Project 2005 Taxable Housing Tax Allocation Parity Bonds. The 2002 Tax Allocation Senior Parity Bonds were

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2014

Note 11: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

payable and secured solely from housing tax revenues to be derived from the project area. Interest on the bonds is payable semi-annually on January 15 and July 15, commencing July 15, 2014. The bonds carry various interest rates from 2.0% to 5.0%. Principal maturities begin July 15, 2014, and continue through 2025.

The annual requirements to amortize the outstanding bond indebtedness, including interest, are as follows:

Year Ending June 30,	2014 Taxable Housing Tax Allocation Refunding Parity Bonds	
	Principal	Interest
2015	\$ 215,000	\$ 91,579
2016	215,000	89,644
2017	220,000	87,194
2018	220,000	83,619
2019	230,000	78,544
2020-2024	1,245,000	270,181
2025-2026	570,000	28,103
Totals	<u>\$ 2,915,000</u>	<u>\$ 728,864</u>

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the Redevelopment Agency, property taxes allocated to redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved redevelopment agency. Total principal and interest remaining on the debt is \$102,348,110 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized by the Successor Agency for the payment of indebtedness incurred by the dissolved redevelopment agency was \$5,182,005 and the debt service obligation on the bonds was \$8,205,080.

Advances from the Housing Authority

On July 23, 2009, the State adopted legislation requiring a shift of monies during fiscal years 2009-2010 and 2010-2011 to be deposited into the County "Supplemental" Educational Revenue Augmentation Fund (SERAF). To accomplish these payments, the Agency borrowed a total of \$7,221,314 from the Irwindale Community Redevelopment Agency Low/Mod Housing Fund (after adopting appropriate findings of necessity). The balance outstanding is \$1,189,209 as of June 30, 2014.

e. Insurance

The Successor Agency is covered under the City of Irwindale's insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 9.

CITY OF IRWINDALE

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2014**

Budgetary Data

General Budget Policies

The City Council approves each year's budget submitted by the City Manager prior to the beginning of the new fiscal year. Public meetings are conducted prior to its adoption by the Council. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year. Supplemental appropriations, where required during the period, are also approved by the Council. The City Manager is authorized to transfer budgeted appropriations within the control accounts provided no change is made to the total amount for any one fund. Actual expenditures may not exceed budgeted appropriations at the fund level. At fiscal year-end all operating budget appropriations lapse. During the year, several supplementary appropriations were necessary.

Encumbrances

Encumbrances are estimations of costs related to unperformed contracts for goods and services. These commitments are recorded for budgetary control purposes in the General, Special Revenue and similar governmental funds.

Budget Basis of Accounting

Budgets for governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items.

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 54,489,236	\$ 54,489,236	\$ 54,489,236	\$ -
Resources (Inflows):				
Taxes	12,423,580	12,645,580	13,847,098	1,201,518
Licenses and permits	355,600	455,600	530,137	74,537
Intergovernmental	139,380	461,880	333,716	(128,164)
Charges for services	394,000	694,000	753,446	59,446
Use of money and property	655,000	655,000	359,460	(295,540)
Fines and forfeitures	354,000	354,000	225,655	(128,345)
Contributions	4,000	4,000	10,730	6,730
Miscellaneous	575,000	662,990	601,830	(61,160)
Transfers in	-	-	2,768,751	2,768,751
Amounts Available for Appropriations	69,389,796	70,422,286	73,920,059	3,497,773
Charges to Appropriation (Outflow):				
General government	6,589,008	6,811,920	6,379,469	432,451
Public safety	5,821,491	5,525,991	5,449,583	76,408
Parks and recreation	1,852,494	1,884,924	1,661,622	223,302
Public works	3,403,761	3,685,684	3,249,774	435,910
Capital outlay	228,000	2,292,619	853,268	1,439,351
Debt service:				
Principal retirement	-	-	4,360,000	(4,360,000)
Interest and fiscal charges	-	-	15,154	(15,154)
Transfers out	602,432	602,432	551,839	50,593
Extraordinary gain/(loss)	-	-	30,153,045	(30,153,045)
Total Charges to Appropriations	18,497,186	20,803,570	52,673,754	(31,870,184)
Budgetary Fund Balance, June 30	\$ 50,892,610	\$ 49,618,716	\$ 21,246,305	\$ (28,372,411)

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
HOUSING AUTHORITY
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 33,313,931	\$33,313,931	\$ 33,313,931	\$ -
Resources (Inflows):				
Use of money and property	40,500	40,500	37,997	(2,503)
Gain on sale of land held for resale	-	-	-	-
Amounts Available for Appropriations	33,354,431	33,354,431	33,351,928	(2,503)
Charges to Appropriation (Outflow):				
General government	5,951,075	9,745,118	571,845	9,173,273
Capital outlay	37,000	37,000	45,888	(8,888)
Total Charges to Appropriations	5,988,075	9,782,118	617,733	9,164,385
Budgetary Fund Balance, June 30	\$ 27,366,356	\$23,572,313	\$ 32,734,195	\$ 9,161,882

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
SPECIAL MINING TAX
YEAR ENDED JUNE 30, 2014**

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 15,815,078	\$ 15,815,078	\$ 15,815,078	\$ -
Resources (Inflows):				
Taxes	2,620,000	2,735,000	3,148,637	413,637
Intergovernmental	-	-	75,051	75,051
Use of money and property	172,000	172,000	151,404	(20,596)
Miscellaneous	343,263	974,009	132,274	(841,735)
Amounts Available for Appropriations	18,950,341	19,696,087	19,322,444	(373,643)
Charges to Appropriation (Outflow):				
General government	254,945	374,945	381,331	(6,386)
Public works	1,325,230	1,522,990	988,587	534,403
Capital outlay	426,262	4,160,588	732,893	3,427,695
Transfers out	671,243	671,243	642,717	28,526
Total Charges to Appropriations	2,677,680	6,729,766	2,745,528	3,984,238
Budgetary Fund Balance, June 30	\$ 16,272,661	\$ 12,966,321	\$ 16,576,916	\$ 3,610,595

Nonmajor Governmental Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose. Nonmajor special revenue funds for the City of Irwindale are as follows:

Reclamation Fund – This fund accounts for deposits received from quarry operators, for the purpose of securing the proper reclamation of mining sites in the City.

AB 939 – This fund accounts for revenue received as a result of AB939, adopted by the state in 1989, requiring cities to develop source reduction and recycling programs. Funds for administering these programs are generated through waste collection fees and forwarded to the cities.

Asset Forfeiture – This fund accounts for proportionate funds received from the United States Department of Justice as a result of coordinated drug enforcement efforts. The funds then provide for expenditures in relation to targeting, investigating and prosecuting individuals engaged in drug-trafficking activities, and to seize all assets derived there from.

State Gas Tax Fund – This fund accounts for revenues apportioned to the City by the State, pursuant to the Streets and Highways Code of the State of California, which provide for street maintenance and improvements.

Air Quality Improvement – This fund accounts for the City's share of revenue received under AB 2766 to be used to reduce air pollution from motor vehicles pursuant to the California Clean Air Act of 1988.

Proposition A – This fund accounts for the City's share of the half cent sales tax levied in Los Angeles County effective July 1982, which provides for local transit related expenditures.

Proposition C – This fund accounts for the City's share of the half cent sales tax levied in Los Angeles County effective November 1990, which provides for local transit related expenditures.

Measure R – This fund accounts for the City's share of the half cent sales tax approved by Los Angeles County voters, effective July 1, 2009. Measure R funds are distributed on a per capita basis, and are to be used specifically for transportation purposes.

TDA Article 3 – This fund accounts for funds received under SB821 regarding State Bikeway monies for the development of facilities for the exclusive use of bicycles and pedestrians.

Federal Grants – This fund accounts for tracking various federally funded grants received, either directly from the United States government, or as pass-through funds.

Citizen's Options for Public Safety (COPS) Fund – This fund accounts for the City's portion of funds distributed to local agencies, pursuant to the AB 2339 COPS grant, which provide for law enforcement related expenditures.

Asset Forfeiture - State – This fund accounts for proportionate funds received from the California Department of Justice as a result of coordinated drug enforcement efforts. The funds then provide for expenditures in relation to targeting, investigating and prosecuting individuals engaged in drug-trafficking activities, and to seize all assets derived there from.

Irwindale Joint Powers Authority – This fund accounts for all financial activities of the Irwindale Joint Powers Authority (IJPA) which was established on April 24, 2013. The IJPA provides assistance to the City of Irwindale and the Irwindale Housing Authority in their long term financing undertakings, including financing of public capital improvements to be owned by either entity.

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	Reclamation	AB939	Asset Forfeiture	State Gas Tax
Assets:				
Pooled cash and investments	\$ 8,012,859	\$ 242,538	\$ 565,052	\$ 22,874
Receivables:				
Accounts	-	19,444	-	-
Taxes	-	-	-	6,284
Accrued interest	5,926	141	364	32
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	<u>\$ 8,018,785</u>	<u>\$ 262,123</u>	<u>\$ 565,416</u>	<u>\$ 29,190</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 13,380	\$ 314	\$ 2,000
Accrued liabilities	-	1,578	-	-
Due to other funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>14,958</u>	<u>314</u>	<u>2,000</u>
Fund Balances:				
Restricted for:				
Public safety	-	15,345	565,102	-
Public works	8,018,785	231,820	-	27,190
Debt service	-	-	-	-
Total Fund Balances	<u>8,018,785</u>	<u>247,165</u>	<u>565,102</u>	<u>27,190</u>
Total Liabilities and Fund Balances	<u>\$ 8,018,785</u>	<u>\$ 262,123</u>	<u>\$ 565,416</u>	<u>\$ 29,190</u>

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

(CONTINUED)

	Special Revenue Funds			
	Air Quality Improvement	Proposition A	Proposition C	Measure R
Assets:				
Pooled cash and investments	\$ -	\$ 18,362	\$ 8,817	\$ 6,747
Receivables:				
Accounts	468	-	-	-
Taxes	-	-	-	-
Accrued interest	-	13	14	10
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ 468	\$ 18,375	\$ 8,831	\$ 6,757
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ 1,400	\$ -	\$ -
Accrued liabilities	-	-	-	-
Due to other funds	468	-	-	-
Total Liabilities	468	1,400	-	-
Fund Balances:				
Restricted for:				
Public safety	-	-	-	-
Public works	-	16,975	8,831	6,757
Debt service	-	-	-	-
Total Fund Balances	-	16,975	8,831	6,757
Total Liabilities and Fund Balances	\$ 468	\$ 18,375	\$ 8,831	\$ 6,757

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds			
	TDA Article 3	Federal Grants	COPS	Asset Forfeiture - State
Assets:				
Pooled cash and investments	\$ -	\$ -	\$ 140,292	\$ 19,456
Receivables:				
Accounts	-	4,056	-	-
Taxes	-	-	-	-
Accrued interest	-	-	74	9
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	\$ -	\$ 4,056	\$ 140,366	\$ 19,465
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 2,650	\$ -
Accrued liabilities	-	-	-	-
Due to other funds	-	4,056	-	-
Total Liabilities	-	4,056	2,650	-
Fund Balances:				
Restricted for:				
Public safety	-	-	137,716	19,465
Public works	-	-	-	-
Debt service	-	-	-	-
Total Fund Balances	-	-	137,716	19,465
Total Liabilities and Fund Balances	\$ -	\$ 4,056	\$ 140,366	\$ 19,465

CITY OF IRWINDALE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014

	Special Revenue Funds	Total Governmental Funds
	Irwindale Joint Powers Authority	
Assets:		
Pooled cash and investments	\$ -	\$ 9,036,997
Receivables:		
Accounts	-	23,968
Taxes	-	6,284
Accrued interest	-	6,583
Restricted assets:		
Cash and investments with fiscal agents	1,392,872	1,392,872
Total Assets	\$ 1,392,872	\$ 10,466,704
Liabilities and Fund Balances:		
Liabilities:		
Accounts payable	\$ -	\$ 19,744
Accrued liabilities	-	1,578
Due to other funds	476,972	481,496
Total Liabilities	476,972	502,818
Fund Balances:		
Restricted for:		
Public safety	-	737,628
Public works	-	8,310,358
Debt service	915,900	915,900
Total Fund Balances	915,900	9,963,886
Total Liabilities and Fund Balances	\$ 1,392,872	\$ 10,466,704

CITY OF IRWINDALE

**COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014**

	Special Revenue Funds			
	Reclamation	AB939	Asset Forfeiture	State Gas Tax
Revenues:				
Taxes	\$ -	\$ 214,095	\$ -	\$ -
Intergovernmental	-	-	204,429	59,053
Use of money and property	66,892	1,596	4,112	356
Total Revenues	66,892	215,691	208,541	59,409
Expenditures:				
Current:				
General government	-	34,268	-	2,000
Public safety	-	-	10,568	-
Public works	7,609	79,962	-	-
Capital outlay	-	-	22,199	63,072
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	7,609	114,230	32,767	65,072
Excess (Deficiency) of Revenues Over (Under) Expenditures	59,283	101,461	175,774	(5,663)
Other Financing Sources (Uses):				
Transfers in	642,717	-	-	-
Transfers out	-	-	-	-
Refunding bonds issued	-	-	-	-
Bond premium	-	-	-	-
Total Other Financing Sources (Uses)	642,717	-	-	-
Net Change in Fund Balances	702,000	101,461	175,774	(5,663)
Fund Balances, Beginning of Year	7,316,785	145,704	389,328	32,853
Fund Balances, End of Year	\$ 8,018,785	\$ 247,165	\$ 565,102	\$ 27,190

CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

(CONTINUED)

	<u>Special Revenue Funds</u>			
	<u>Air Quality Improvement</u>	<u>Proposition A</u>	<u>Proposition C</u>	<u>Measure R</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,604	24,677	20,504	15,276
Use of money and property	-	142	153	113
Total Revenues	1,604	24,819	20,657	15,389
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	19,715	-	-
Capital outlay	1,604	-	19,992	14,994
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	1,604	19,715	19,992	14,994
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	5,104	665	395
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Refunding bonds issued	-	-	-	-
Bond premium	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	5,104	665	395
Fund Balances, Beginning of Year	-	11,871	8,166	6,362
Fund Balances, End of Year	\$ -	\$ 16,975	\$ 8,831	\$ 6,757

CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds			
	TDA Article 3	Federal Grants	COPS	Asset Forfeiture - State
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	15,000	7,442	100,000	13,680
Use of money and property	-	-	834	101
Total Revenues	15,000	7,442	100,834	13,781
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	7,442	4,628	-
Public works	-	-	-	-
Capital outlay	15,000	-	3,335	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	15,000	7,442	7,963	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	92,871	13,781
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Refunding bonds issued	-	-	-	-
Bond premium	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	92,871	13,781
Fund Balances, Beginning of Year	-	-	44,845	5,684
Fund Balances, End of Year	\$ -	\$ -	\$ 137,716	\$ 19,465

CITY OF IRWINDALE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	Special Revenue Funds Irwindale Joint Powers Authority	Total Nonmajor Governmental Funds
Revenues:		
Taxes	\$ -	\$ 214,095
Intergovernmental	-	461,665
Use of money and property	107	74,406
Total Revenues	107	750,166
Expenditures:		
Current:		
General government	-	36,268
Public safety	-	22,638
Public works	-	107,286
Capital outlay	-	140,196
Debt service:		
Principal retirement	475,000	475,000
Interest and fiscal charges	393,867	393,867
Total Expenditures	868,867	1,175,255
Excess (Deficiency) of Revenues Over (Under) Expenditures	(868,760)	(425,089)
Other Financing Sources (Uses):		
Transfers in	551,839	1,194,556
Transfers out	(2,768,751)	(2,768,751)
Refunding bonds issued	3,870,000	3,870,000
Bond premium	131,572	131,572
Total Other Financing Sources (Uses)	1,784,660	2,427,377
Net Change in Fund Balances	915,900	2,002,288
Fund Balances, Beginning of Year	-	7,961,598
Fund Balances, End of Year	\$ 915,900	\$ 9,963,886

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 RECLAMATION
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$7,316,785	\$ 7,316,785	\$ 7,316,785	\$ -
Resources (Inflows):				
Use of money and property	70,000	70,000	66,892	(3,108)
Transfers in	671,243	671,243	642,717	(28,526)
Amounts Available for Appropriations	8,058,028	8,058,028	8,026,394	(31,634)
Charges to Appropriation (Outflow):				
General government	15,000	15,000	-	15,000
Public works	18,261	18,261	7,609	10,652
Total Charges to Appropriations	33,261	33,261	7,609	25,652
Budgetary Fund Balance, June 30	\$8,024,767	\$ 8,024,767	\$ 8,018,785	\$ (5,982)

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 AB939
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 145,704	\$ 145,704	\$ 145,704	\$ -
Resources (Inflows):				
Taxes	162,600	162,600	214,095	51,495
Use of money and property	700	700	1,596	896
Amounts Available for Appropriations	309,004	309,004	361,395	52,391
Charges to Appropriation (Outflow):				
General government	5,000	23,000	34,268	(11,268)
Public works	133,396	145,396	79,962	65,434
Total Charges to Appropriations	138,396	168,396	114,230	54,166
Budgetary Fund Balance, June 30	\$ 170,608	\$ 140,608	\$ 247,165	\$ 106,557

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 ASSET FORFEITURE
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 389,328	\$ 389,328	\$ 389,328	\$ -
Resources (Inflows):				
Intergovernmental	-	-	204,429	204,429
Use of money and property	-	-	4,112	4,112
Amounts Available for Appropriations	389,328	389,328	597,869	208,541
Charges to Appropriation (Outflow):				
Public safety	-	356,243	10,568	345,675
Capital outlay	-	174,960	22,199	152,761
Total Charges to Appropriations	-	531,202	32,767	498,435
Budgetary Fund Balance, June 30	\$ 389,328	\$ (141,874)	\$ 565,102	\$ 706,976

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 STATE GAS TAX
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 32,853	\$ 32,853	\$ 32,853	\$ -
Resources (Inflows):				
Intergovernmental	55,672	55,672	59,053	3,381
Use of money and property	50	50	356	306
Amounts Available for Appropriations	88,575	88,575	92,262	3,687
Charges to Appropriation (Outflow):				
General government	2,000	2,000	2,000	-
Capital outlay	55,672	87,672	63,072	24,600
Total Charges to Appropriations	57,672	89,672	65,072	24,600
Budgetary Fund Balance, June 30	\$ 30,903	\$ (1,097)	\$ 27,190	\$ 28,287

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 AIR QUALITY IMPROVEMENT
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	1,808	1,808	1,604	(204)
Amounts Available for Appropriations	1,808	1,808	1,604	(204)
Charges to Appropriation (Outflow):				
Capital outlay	1,808	1,808	1,604	204
Total Charges to Appropriations	1,808	1,808	1,604	204
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 PROPOSITION A
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 11,871	\$ 11,871	\$ 11,871	\$ -
Resources (Inflows):				
Intergovernmental	24,102	24,102	24,677	575
Use of money and property	-	-	142	142
Amounts Available for Appropriations	35,973	35,973	36,690	717
Charges to Appropriation (Outflow):				
Public works	24,102	24,102	19,715	4,387
Total Charges to Appropriations	24,102	24,102	19,715	4,387
Budgetary Fund Balance, June 30	\$ 11,871	\$ 11,871	\$ 16,975	\$ 5,104

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 PROPOSITION C
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 8,166	\$ 8,166	\$ 8,166	\$ -
Resources (Inflows):				
Intergovernmental	19,992	19,992	20,504	512
Use of money and property	-	-	153	153
Amounts Available for Appropriations	28,158	28,158	28,823	665
Charges to Appropriation (Outflow):				
Public works	-	-	-	-
Capital outlay	19,992	19,992	19,992	-
Total Charges to Appropriations	19,992	19,992	19,992	-
Budgetary Fund Balance, June 30	\$ 8,166	\$ 8,166	\$ 8,831	\$ 665

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 MEASURE R
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 6,362	\$ 6,362	\$ 6,362	\$ -
Resources (Inflows):				
Intergovernmental	14,994	14,994	15,276	282
Use of money and property	-	-	113	113
Amounts Available for Appropriations	21,356	21,356	21,751	395
Charges to Appropriation (Outflow):				
Capital outlay	14,994	14,994	14,994	-
Total Charges to Appropriations	14,994	14,994	14,994	-
Budgetary Fund Balance, June 30	\$ 6,362	\$ 6,362	\$ 6,757	\$ 395

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
TDA ARTICLE 3
YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	15,000	15,000	15,000	-
Amounts Available for Appropriation	15,000	15,000	15,000	-
Charges to Appropriation (Outflow):				
Capital outlay	15,000	15,000	15,000	-
Total Charges to Appropriations	15,000	15,000	15,000	-
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 FEDERAL GRANTS
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
Resources (Inflows):				
Intergovernmental	-	-	7,442	7,442
Amounts Available for Appropriations	-	-	7,442	7,442
Charges to Appropriation (Outflow):				
Public safety	-	-	7,442	(7,442)
Total Charges to Appropriations	-	-	7,442	(7,442)
Budgetary Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -

CITY OF IRWINDALE

BUDGETARY COMPARISON SCHEDULE
 COPS
 YEAR ENDED JUNE 30, 2014

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 44,845	\$ 44,845	\$ 44,845	\$ -
Resources (Inflows):				
Intergovernmental	-	100,000	100,000	-
Use of money and property	-	-	834	834
Amounts Available for Appropriations	44,845	144,845	145,679	834
Charges to Appropriation (Outflow):				
Public safety	-	28,438	4,628	23,810
Capital outlay	-	115,967	3,335	112,632
Total Charges to Appropriations	-	144,405	7,963	136,442
Budgetary Fund Balance, June 30	\$ 44,845	\$ 440	\$ 137,716	\$ 137,276

CITY OF IRWINDALE

**BUDGETARY COMPARISON SCHEDULE
 ASSET FORFEITURE - STATE
 YEAR ENDED JUNE 30, 2014**

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 5,684	\$ 5,684	\$ 5,684	\$ -
Resources (Inflows):				
Intergovernmental	-	-	13,680	13,680
Use of money and property	-	-	101	101
Amounts Available for Appropriation	5,684	5,684	19,465	13,781
Charges to Appropriation (Outflow):				
Public safety	-	10,059	-	10,059
Total Charges to Appropriations	-	10,059	-	10,059
Budgetary Fund Balance, June 30	\$ 5,684	\$ (4,375)	\$ 19,465	\$ 23,840

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Agency Funds

Agency funds are used to account for funds held for the benefit of parties outside the government. The resources in these agency funds are not used to support any City programs. Agency funds for the City of Irwindale are as follows:

Agency Fund – This fund accounts for deposits relative to specific programs or projects, received from external parties under the terms of established agreements.

Community Facilities District (CFD#1) – This fund accounts for the payment of debt service for bonds which were used for community facility improvements.

Live Oak Sewer Assessment District – This fund accounts for the payment of debt service for bonds which were used for sewer improvements on Live Oak Avenue.

Street Light Assessment District – This fund accounts for special assessments levied by the City for the operation and maintenance of street lights in the Irwindale Business Center.

Sewer Maintenance Assessment District – This fund accounts for special assessments levied for sewer system maintenance at the Irwindale Business Center.

CITY OF IRWINDALE

COMBINING STATEMENT OF NET POSITION
 ALL AGENCY FUNDS
 JUNE 30, 2014

	Agency	CFD #1	Live Oak Assessment District	Street Lighting District
Assets:				
Pooled cash and investments	\$ 48,523	\$ 916,637	\$ 49,001	\$ 33,058
Receivables:				
Taxes	-	-	619	-
Accrued interest	-	486	3	28
Restricted assets:				
Cash and investments with fiscal agents	-	768,512	97,502	-
Total Assets	\$ 48,523	\$ 1,685,635	\$ 147,125	\$ 33,086
Liabilities:				
Accounts payable	\$ 2,091	\$ -	\$ -	\$ 131
Deposits payable	46,432	1,685,635	147,125	32,955
Total Liabilities	\$ 48,523	\$ 1,685,635	\$ 147,125	\$ 33,086

CITY OF IRWINDALE

COMBINING STATEMENT OF NET POSITION
 ALL AGENCY FUNDS
 JUNE 30, 2014

	Sewer Maintenance District	Totals
Assets:		
Pooled cash and investments	\$ 1,022,763	\$ 2,069,982
Receivables:		
Taxes	-	619
Accrued interest	768	1,285
Restricted assets:		
Cash and investments with fiscal agents	-	866,014
Total Assets	\$ 1,023,531	\$ 2,937,900
Liabilities:		
Accounts payable	\$ 20,556	\$ 22,778
Deposits payable	1,002,975	2,915,122
Total Liabilities	\$ 1,023,531	\$ 2,937,900

CITY OF IRWINDALE

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
<u>Agency</u>				
Assets:				
Pooled cash and investments	\$ 46,467	\$ 41,392	\$ 39,336	\$ 48,523
Total Assets	\$ 46,467	\$ 41,392	\$ 39,336	\$ 48,523
Liabilities:				
Accounts payable	\$ 3,960	\$ 22,907	\$ 24,776	\$ 2,091
Deposits payable	42,507	41,371	37,446	46,432
Total Liabilities	\$ 46,467	\$ 64,278	\$ 62,222	\$ 48,523
<u>CFD #1</u>				
Assets:				
Pooled cash and investments	\$ 851,700	\$ 981,574	\$ 916,637	\$ 916,637
Taxes	19	-	19	-
Accrued interest	706	706	926	486
Restricted assets:				
Cash and investments with fiscal agents	768,532		20	768,512
Total Assets	\$ 1,620,957	\$ 982,280	\$ 917,602	\$ 1,685,635
Liabilities:				
Accounts payable	\$ 46	\$ -	\$ 46	\$ -
Deposits payable	1,620,911	64,724	-	1,685,635
Total Liabilities	\$ 1,620,957	\$ 64,724	\$ 46	\$ 1,685,635
<u>Live Oak Assessment District</u>				
Assets:				
Pooled cash and investments	\$ 42,438	\$ 57,616	\$ 51,053	\$ 49,001
Receivables:				
Taxes	10,211	15,402	24,994	619
Accrued interest	3	-	-	3
Restricted assets:				
Cash and investments with fiscal agents	97,506	10	14	97,502
Total Assets	\$ 150,158	\$ 73,028	\$ 76,061	\$ 147,125
Liabilities:				
Accounts payable	\$ 35	\$ -	\$ 35	\$ -
Deposits payable	150,123	-	2,998	147,125
Total Liabilities	\$ 150,158	\$ -	\$ 3,033	\$ 147,125

CITY OF IRWINDALE

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 YEAR ENDED JUNE 30, 2014

	Balance 7/1/2013	Additions	Deductions	Balance 6/30/2014
<u>Street Lighting District</u>				
Assets:				
Pooled cash and investments	\$ 32,501	\$ 54,292	\$ 53,735	\$ 33,058
Receivables:				
Taxes	378	-	378	-
Accrued interest	41	83	96	28
Total Assets	\$ 32,920	\$ 54,375	\$ 54,209	\$ 33,086
Liabilities:				
Accounts payable	\$ 129	\$ 42,503	\$ 42,501	\$ 131
Deposits payable	32,791	16,100	15,936	32,955
Total Liabilities	\$ 32,920	\$ 58,603	\$ 58,437	\$ 33,086
<u>Sewer Maintenance District</u>				
Assets:				
Pooled cash and investments	\$ 991,331	\$ 1,102,784	\$ 1,071,352	\$ 1,022,763
Receivables:				
Taxes	3,406	-	3,406	-
Accrued interest	1,120	2,306	2,658	768
Total Assets	\$ 995,857	\$ 1,105,090	\$ 1,077,416	\$ 1,023,531
Liabilities:				
Accounts payable	\$ 3,083	\$ 103,456	\$ 85,983	\$ 20,556
Deposits payable	992,774	10,201	-	1,002,975
Total Liabilities	\$ 995,857	\$ 113,657	\$ 85,983	\$ 1,023,531
<u>Totals - All Agency Funds</u>				
Assets:				
Pooled cash and investments	\$ 1,964,437	\$ 2,237,658	\$ 2,132,113	\$ 2,069,982
Receivables:				
Taxes	14,014	15,402	28,797	619
Accrued interest	1,870	3,095	3,680	1,285
Restricted assets:				
Cash and investments with fiscal agents	866,038	10	34	866,014
Total Assets	\$ 2,846,359	\$ 2,256,165	\$ 2,164,624	\$ 2,937,900
Liabilities:				
Accounts payable	\$ 7,253	\$ 168,866	\$ 153,341	\$ 22,778
Deposits payable	2,839,106	132,396	56,380	2,915,122
Total Liabilities	\$ 2,846,359	\$ 301,262	\$ 209,721	\$ 2,937,900

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Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.</i>	84-87
Revenue Capacity <i>These schedules contain information to help the reader assess the factors affecting the city's ability to generate its property and sales taxes.</i>	88-97
Debt Capacity <i>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.</i>	98-101
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place and to help make comparisons over time and with other governments.</i>	102-103
Operating Information <i>These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the city provides and the activities it performs.</i>	104-106

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

Table 1
City of Irwindale
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities										
Net investment in capital assets	\$ 28,706,957	\$ 33,383,575	\$ 42,814,561	\$ 47,560,687	\$ 58,229,206	\$ 60,704,534	\$ 52,415,011	\$ 54,163,083	\$ 49,061,789	\$ 49,624,207
Restricted	102,403,844	103,757,596	104,564,305	118,259,967	113,653,485	112,221,761	115,639,163	84,591,464	89,708,274	59,274,997
Unrestricted	(63,785,071)	(59,063,422)	(44,068,315)	(40,036,895)	(38,478,703)	(44,527,151)	(41,762,064)	37,421,055	33,485,053	33,115,512
Total governmental activities net position	\$ 67,325,730	\$ 78,077,749	\$ 103,310,551	\$ 125,783,759	\$ 133,403,988	\$ 128,399,144	\$ 126,292,110	\$ 176,175,602	\$ 172,255,116	\$ 142,014,716

Table 2
City of Irwindale
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental activities:										
General government	\$ 9,618,833	\$ 10,096,308	\$ 12,008,823	\$ 11,547,438	\$ 13,412,919	\$ 19,854,727	\$ 15,295,872	\$ 11,618,188	\$ 7,675,365	\$ 7,460,530
Public safety	7,313,871	10,317,450	18,619,724	8,063,566	8,074,775	7,137,519	5,713,485	5,947,245	5,797,927	5,666,135
Public works	3,023,048	3,311,389	5,425,969	5,623,566	5,580,673	5,977,716	6,308,680	5,743,162	1,835,292	5,858,995
Community development	-	-	-	-	-	-	-	-	-	945,542
Parks and recreation	1,866,982	2,886,369	2,262,166	2,519,073	2,225,792	1,872,053	1,851,457	1,846,848	5,392,703	1,859,710
Interest on long-term debt	6,296,110	5,320,746	5,481,674	5,755,469	5,676,260	5,702,436	5,427,550	2,657,051	297,961	376,489
Total primary government expenses	\$ 28,118,844	\$ 31,932,262	\$ 43,798,356	\$ 33,509,112	\$ 34,970,419	\$ 40,544,451	\$ 34,597,024	\$ 27,812,494	\$ 20,999,248	\$ 22,167,401
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 5,808	\$ 7,372	\$ 5,365	\$ 65,162	\$ -	\$ -	\$ -	\$ 502	\$ 442	\$ 12
Public safety	507,595	599,816	631,617	568,437	567,589	528,525	529,939	497,442	409,754	301,789
Public works	898,633	1,190,418	964,154	1,210,761	688,504	1,097,721	1,562,668	523,323	499,829	1,104,906
Parks and recreation	95,343	105,575	96,338	125,620	96,079	112,600	121,570	117,481	116,836	102,531
Operating grants and contributions	3,182,288	5,592,528	12,656,436	608,949	1,052,056	1,323,556	1,469,968	887,048	615,256	1,504,715
Capital grants and contributions	-	-	-	400,000	-	586,548	41,852	34,169	227,058	75,051
Total primary government revenues	\$ 4,689,667	\$ 7,495,709	\$ 14,353,910	\$ 2,978,929	\$ 2,404,228	\$ 3,648,950	\$ 3,725,997	\$ 2,069,965	\$ 1,869,175	\$ 3,089,004
Net Revenues (Expense)										
Total primary government net expense	\$ (23,429,177)	\$ (24,436,553)	\$ (29,444,446)	\$ (30,530,183)	\$ (32,566,191)	\$ (36,895,501)	\$ (30,871,027)	\$ (25,752,529)	\$ (19,130,073)	\$ (19,078,397)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes	\$ 12,780,666	\$ 12,981,637	\$ 17,102,425	\$ 15,751,809	\$ 18,718,793	\$ 21,048,420	\$ 18,421,025	\$ 9,022,938	\$ 3,621,003	\$ 1,296,288
Property	6,937,271	7,681,083	7,328,634	5,710,900	3,641,541	3,641,752	4,256,883	4,457,993	5,001,084	5,726,528
Mining/processing	4,855,595	4,779,885	5,272,506	5,270,560	4,541,326	3,919,905	4,207,592	3,394,807	3,757,466	4,246,191
Sales	3,967,353	4,245,058	4,518,768	3,938,351	3,789,366	3,171,532	3,593,910	3,134,265	3,289,837	3,658,588
Utility Users	822,143	871,268	991,247	916,917	982,119	943,735	910,274	1,114,846	1,068,712	1,210,925
Franchise	719,143	776,361	674,678	1,300,093	1,088,467	674,410	971,720	1,118,699	1,084,552	1,047,405
Business licenses	6,425	5,528	33,407	504,001	466,760	435,179	441,742	310,334	267,682	331,731
Other	21,603	3,257	7,745	107,343	113,485	122,041	121,549	111,598	113,675	121,712
Motor vehicle in lieu	3,471,873	3,627,387	5,301,935	5,729,773	4,277,620	2,773,276	1,847,903	2,725,901	1,330,941	623,267
Use of money and property	-	25,845	-	11,795,420	205,437	-	4,844,874	-	514,453	-
Gain on sale of assets	102,199	21,459	79,308	1,728,496	2,090,634	1,175,407	1,122,602	411,368	1,135,156	728,407
Other	-	-	-	-	-	-	-	-	-	-
Extraordinary gain/(loss) on dissolution of redevelopment agency*	-	-	-	-	-	-	-	50,571,909	(5,974,974)	(30,153,045)
Total primary government	\$ 33,684,271	\$ 35,018,768	\$ 41,310,653	\$ 52,753,663	\$ 39,915,548	\$ 37,905,657	\$ 40,740,074	\$ 76,374,658	\$ 15,209,587	\$ (11,162,003)
Change in Net Position										
Total primary government	\$ 10,255,094	\$ 10,582,215	\$ 11,866,207	\$ 22,223,480	\$ 7,349,357	\$ 1,010,156	\$ 9,869,047	\$ 50,622,129	\$ (3,920,486)	\$ (30,240,400)

* Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. After this dissolution date, the assets and financial activities of the former Irwindale Community Redevelopment Agency are reported as a fiduciary fund in the financial statements of the City of Irwindale which serves as the Successor Agency to the Irwindale Community Redevelopment Agency.

Table 3
City of Irwindale
Fund Balances of Governmental Funds
As of June 30, 2014
(modified accrual basis of accounting)

	2005	2006	2007	2008	2009	2010	2011*	2012	2013	2014
General fund										
Reserved	\$ 14,410,631	\$ 16,550,127	\$ 9,155,651	\$ 8,251,506	\$ 6,772,885	\$ 6,855,694	\$ -	\$ -	\$ -	\$ -
Unreserved	11,855,778	10,122,592	18,429,294	21,296,916	22,507,298	20,520,102	-	-	-	-
General fund										
Nonspendable	-	-	-	-	-	-	\$ 42,441,980	\$ 30,191,045	\$ 34,346,793	\$ 4,188,578
Restricted	-	-	-	-	-	-	-	-	2,464,622	-
Assigned	-	-	-	-	-	-	24,279,691	25,176,638	17,677,821	17,057,727
Total general fund	26,266,409	26,672,719	27,584,945	29,548,422	29,280,183	27,375,796	66,721,671	55,367,683	54,489,236	21,246,305
All other governmental funds										
Reserved	40,824,606	52,004,977	43,073,376	64,370,186	57,441,039	66,445,575	-	-	-	-
Unreserved, reported in:										
Special revenue funds	18,355,843	21,000,573	25,901,999	28,339,516	20,917,965	21,374,947	-	-	-	-
Debt service funds	17,798,493	15,799,285	16,074,932	6,296,728	4,534,733	1,422,725	-	-	-	-
Capital projects funds	27,405,526	16,985,861	21,487,133	21,212,138	32,665,403	24,363,088	-	-	-	-
Nonspendable	-	-	-	-	-	-	24,227,822	29,122,352	17,162,644	14,590,361
Restricted:										
Continuing Operations	-	-	-	-	-	-	25,084,449	3,400,709	16,151,287	18,085,879
Public safety	-	-	-	-	-	-	272,231	347,622	439,857	785,583
Public works	-	-	-	-	-	-	20,671,666	21,567,736	23,336,819	24,887,273
Debt service	-	-	-	-	-	-	7,742,159	-	-	915,900
Unassigned	-	-	-	-	-	-	(47,862)	-	-	-
Total all other governmental funds	\$ 104,384,468	\$ 105,790,696	\$ 106,537,440	\$ 120,218,568	\$ 115,559,140	\$ 113,606,335	\$ 77,950,465	\$ 54,438,419	\$ 57,090,607	\$ 59,274,996

* The City of Irwindale implemented GASB 54 in the fiscal year ended June 30, 2011

Table 4
City of Inwandle
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis accounting)

	Fiscal Year Ended June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues:										
Taxes	\$ 29,113,298	\$ 30,483,436	\$ 35,161,982	\$ 33,472,527	\$ 33,185,335	\$ 33,904,686	\$ 32,787,793	\$ 22,994,591	\$ 17,717,330	\$ 17,209,830
Licenses and permits	1,198,377	1,423,707	1,316,064	673,240	354,936	412,419	989,453	283,398	247,039	530,137
Intergovernmental	1,822,565	2,244,139	1,940,270	560,723	1,013,107	1,013,107	634,658	854,348	1,088,969	870,432
Charges for services	657,475	920,586	649,076	806,291	585,241	923,939	842,152	470,000	447,475	753,446
Use of money and property	3,471,873	3,653,232	5,301,935	5,734,077	4,275,780	2,775,116	382,572	2,725,901	1,330,941	623,267
Fines and forfeitures	370,670	335,249	407,012	419,100	410,988	396,870	1,847,903	385,350	332,347	225,655
Contributions	-	-	-	-	950	-	4,547	2,000	8,600	10,730
Miscellaneous	133,746	54,040	123,089	2,822,137	3,859,481	3,025,803	3,057,217	1,714,792	1,143,637	734,104
Total revenues	\$ 36,768,024	\$ 39,114,389	\$ 44,899,428	\$ 44,488,095	\$ 43,888,410	\$ 42,452,830	\$ 40,546,295	\$ 29,430,380	\$ 22,316,338	\$ 20,957,601
Expenditures:										
General government	\$ 9,486,560	\$ 9,997,298	\$ 11,905,172	\$ 11,403,642	\$ 13,353,100	\$ 19,852,391	\$ 15,281,394	\$ 11,009,364	\$ 6,891,893	\$ 7,368,913
Public safety	7,081,066	11,775,501	18,296,950	7,811,497	8,792,926	6,915,434	5,449,255	5,792,040	5,569,075	5,472,221
Parks and recreation	1,872,221	1,970,076	2,136,059	4,371,390	2,131,443	1,652,324	1,662,490	1,662,490	1,653,370	1,661,622
Public works	3,337,143	3,196,168	3,595,906	2,410,170	4,319,916	5,011,158	1,651,410	4,407,686	4,159,516	4,345,647
Capital outlay	2,127,754	3,884,914	2,460,634	5,763,547	11,795,692	3,668,526	1,735,299	1,449,905	927,084	1,772,245
Debt Service:										
Debt issuance costs	-	690,789	3,459,022	-	-	-	-	-	-	-
Refunding escrow	-	1,426,443	-	-	-	-	-	-	-	-
Principal	3,079,260	3,021,899	65,431,923 A	3,407,473	3,563,274	3,779,425	3,989,657	3,739,902	445,159	4,835,000
Interest and fiscal charges	6,303,080	5,010,424	5,219,474	5,471,191	5,399,785	5,430,824	5,162,080	4,246,611	235,979	409,021
Total expenditures	\$ 33,287,104	\$ 40,973,512	\$ 112,505,140	\$ 40,638,910	\$ 49,316,136	\$ 46,310,082	\$ 38,405,113	\$ 32,307,998	\$ 19,882,076	\$ 25,864,669
Excess of revenues over (under) expenditures	\$ 3,480,920	\$ (1,859,123)	\$ (67,605,712)	\$ 3,849,185	\$ (5,427,726)	\$ (3,857,192)	\$ 2,141,182	\$ (2,877,618)	\$ 2,434,262	\$ (4,907,068)
Other financing sources (uses):										
Transfers in	3,698,590	3,153,568	5,225,638	4,634,545	11,683,810	4,160,591	45,678,056	10,041,173	642,717	3,963,307
Transfers out	(3,698,590)	(3,153,568)	(5,225,638)	(4,634,545)	(11,683,810)	(4,160,591)	(45,678,056)	(10,041,173)	(642,717)	(3,963,307)
Capital leases	-	-	-	-	23,750	-	-	-	-	-
Gain (loss) on sale of land held	-	-	-	11,795,420	205,437	-	4,844,874	-	514,453	-
Bonds issued	-	17,445,000	62,540,000	-	-	-	-	-	-	3,870,000
Bond premium	-	-	2,209,522	-	-	-	-	-	-	131,572
Discount on bonds issued	-	(261,675)	-	-	-	-	-	-	-	-
Payment to refunding escrow	-	-	-	-	-	-	-	-	-	-
Contributions to Successor Agency	-	(13,587,457)	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	3,595,868	64,749,522	11,795,420	229,187	-	4,844,874	(545,416)	514,453	4,001,572
Extraordinary Gain/(Loss) *	-	-	-	-	-	-	(31,443,000)	-	(1,174,974)	(30,153,045)
Net change in fund balances before restatements	\$ 3,480,920	\$ 1,736,745	\$ (2,856,190)	\$ 15,644,605	\$ (5,198,539)	\$ (3,857,192)	\$ 6,986,056	\$ (34,866,034)	\$ 1,773,741	\$ (31,058,541)
Restatement of fund balances	(27,065)	75,793	4,515,160	-	270,872	-	(3,296,051)	-	-	-
Net change in fund balances, after restatement	\$ 3,453,855	\$ 1,812,538	\$ 1,658,970	\$ 15,644,605	\$ (4,927,667)	\$ (3,857,192)	\$ 3,690,005	\$ (34,866,034)	\$ 1,773,741	\$ (31,058,541)
Debt service as a percentage of noncapital expenditures	30.11%	21.66%	6.84%	25.46%	23.86%	21.60%	24.96%	25.88%	3.59%	21.77%

A Restated to exclude \$63,125,000 of refunded bonds in 2007

* Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. The assets and financial activities of the former Inwandle Community Redevelopment Agency are now reported as a fiduciary fund in the financial statements of the City of Inwandle which serves as the Successor Agency to the Inwandle Community Redevelopment Agency, which has resulted in these Extraordinary Gains/(Loss) amounts.

Table 5
City of Irwindale
Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30	Property Tax	Mining Tax	Sales Tax	Utility Users Tax	Other Tax	Total Taxes
2005	12,780,666	6,937,271	4,855,595	3,967,354	1,547,710	30,088,596
2006	12,981,637	7,681,083	4,779,885	4,245,058	1,653,154	31,340,817
2007	17,102,425	7,328,634	5,272,506	4,518,768	1,699,332	35,921,665
2008	15,751,809	5,710,900	5,270,560	3,938,351	2,721,011	33,392,631
2009	18,718,793	3,641,541	4,541,326	3,789,366	2,537,346	33,228,372
2010	21,048,420	3,641,752	3,919,905	3,171,532	2,053,324	33,834,933
2011	18,421,025	4,256,883	4,207,592	3,593,910	2,323,736	32,803,146
2012 *	9,022,938	4,457,993	3,394,807	3,134,265	2,543,879	22,553,882
2013 *	3,621,003	5,001,084	3,757,466	3,289,837	2,420,946	18,090,336
2014 *	1,296,288	5,726,528	4,246,191	3,658,588	2,590,061	17,517,656

* Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. After this dissolution date, the assets and financial activities of the former Irwindale Community Redevelopment Agency are reported as a fiduciary fund in the financial statements of the City of Irwindale which serves as the Successor Agency to the Irwindale Community Redevelopment Agency. Fiscal Year 2012 reflects a partial year of where tax increment revenues were not received due to the redevelopment agency dissolution. Fiscal Year 2013 reflects a full year of without tax increment revenues.

Table 6
City of Irwindale
Mining Tax Revenues
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended June 30	Excavation Tax	Processing Tax	Special Mining Excavation Tax	Special Mining Processing Tax	Total Mining Taxes
2005	2,102,671	1,043,840	2,570,376	1,220,384	6,937,271
2006	2,304,559	1,152,060	2,816,419	1,408,045	7,681,083
2007	2,214,721	1,084,626	2,709,903	1,319,384	7,328,634
2008	1,727,645	844,034	2,111,085	1,028,136	5,710,900
2009	1,101,495	603,209	1,202,692	734,145	3,641,541
2010	1,062,363	577,066	1,297,980	704,343	3,641,752
2011	1,250,181	665,572	1,527,355	813,775	4,256,883
2012	1,327,094	679,849	1,621,328	829,722	4,457,993
2013	1,491,796	759,545	1,822,951	926,792	5,001,084
2014	1,698,843	879,048	2,076,325	1,072,312	5,726,528

Source: City of Irwindale Finance Department

**Table 7
City of Irwindale
Mining Tax Rates
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Excavation Tax Rate (per ton)	Processing Tax Rate (per ton)	Special Mining Excavation Tax Rate (per ton)	Special Mining Processing Tax Rate (per ton)
2005	0.2175	0.1087	0.2658	0.1327
2006	0.2277	0.1138	0.2783	0.1389
2007	0.2357	0.1178	0.2880	0.1438
2008	0.2430	0.1215	0.2969	0.1483
2009	0.2430	0.1215	0.2969	0.1483
2010	0.2476	0.1238	0.3025	0.1511
2011	0.2558	0.1279	0.3125	0.1561
2012	0.2596	0.1298	0.3172	0.1584
2013	0.2619	0.1310	0.3201	0.1598
2014	0.2656	0.1328	0.3246	0.1620

Source: City of Irwindale Finance Department

Table 8
City of Irwindale
Principal Mining Taxpayers
Ten Year Comparison
June 30, 2014

<u>Mining Operator</u>	<u>2014</u>			<u>2005</u>		
	<u>Mining Taxes</u>	<u>Rank</u>	<u>Percentage of Total Mining Tax Revenue</u>	<u>Mining Taxes</u>	<u>Rank</u>	<u>Percentage of Total Mining Tax Revenue</u>
Vulcan Durbin/Reliance	2,864,334	1	50.0%	3,759,227	1	54.2%
Hanson Aggregates	1,793,557	2	31.3%	1,641,070	2	23.7%
United Rock	877,649	3	15.3%	1,267,543	3	18.3%
Peck Road Gravel Pit	97,480	4	1.7%	269,431	4	3.9%
All American Asphalt	57,285	5	1.0%	-		
Holliday Rock	36,223	6	0.6%	-		
Totals	<u>5,726,528</u>		<u>100.00%</u>	<u>6,937,271</u>		<u>100.00%</u>

Source: City of Irwindale Finance Department

Table 9
City of Irwindale
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Category	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Residential	28,028,726	29,626,564	38,320,708	41,736,795	45,838,375	44,637,217	45,110,136	46,217,368	47,150,265	48,487,088
Commercial	131,697,987	136,628,799	145,795,732	152,387,665	167,402,041	173,943,816	171,734,153	156,088,581	154,295,529	165,743,037
Industrial	914,208,345	976,679,757	1,030,683,412	1,055,736,725	1,149,521,380	1,295,789,426	1,305,649,188	1,251,478,474	1,256,350,532	1,383,353,215
Government Owned	429,569	438,159	446,921	455,859	464,975	474,273	473,148	476,710	486,243	496,011
Institutional	136,590	139,320	142,106	144,947	147,845	150,801	150,442	151,574	154,604	157,695
Miscellaneous	6,683,859	5,025,912	5,056,048	5,219,860	5,606,829	7,741,017	7,585,554	7,445,786	7,399,309	7,354,853
Recreational	10,033,511	10,234,179	10,438,861	10,647,636	10,860,587	11,077,797	11,051,541	11,134,758	11,357,451	11,584,598
Vacant	32,793,045	45,239,935	45,714,577	49,233,056	45,661,181	45,408,486	44,713,577	44,946,595	61,389,175	53,746,555
SBE Nonunitary	9,517,563	9,149,509	9,058,945	8,279,624	8,279,624	8,279,624	8,555,358	8,555,358	8,555,358	7,427,946
Cross Reference	57,624,383	66,554,916	112,334,361	100,279,578	96,708,569	110,739,581	88,675,287	98,587,226	104,765,839	101,727,504
Unsecured	305,301,265	321,508,922	326,549,332	338,680,012	366,248,086	362,612,436	319,707,493	326,709,346	335,799,957	350,202,859
Exempt	(34,492,381)	(44,975,413)	(46,808,746)	(46,352,157)	(56,270,216)	(49,768,577)	(49,906,700)	(44,332,373)	(43,322,431)	(43,339,793)
TOTALS	1,461,962,462	1,556,250,559	1,677,732,257	1,716,449,600	1,840,469,276	2,011,085,897	1,953,499,177	1,907,459,403	1,944,381,831	2,086,941,568
Total Direct Rate	0.92959%	0.93203%	0.93073%	0.92616%	0.92690%	0.93193%	0.92974%	0.92704%	0.92472%	0.11961%

Source: HdL Coren & Cone Reports

Notes: In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value of the property sold. The assessed valuation data shown above represents the only data currently available with respect to actual market value of taxable property and is subject to the limitations described above.

Table 10
City of Irwindale
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year Ended	Direct Rate	Overlapping Rates				Total Direct & Overlapping Rates
	General Levy	Los Angeles County	School Districts	Community College	Water District	
2005	1.00000	0.00116	0.53102	0.06228	0.00580	1.60026
2006	1.00000	0.00085	0.50922	0.05687	0.00520	1.57214
2007	1.00000	0.00071	0.57112	0.04355	0.00470	1.62008
2008	1.00000	0.00000	0.55590	0.04731	0.00450	1.60771
2009	1.00000	0.00000	0.58847	0.07093	0.00430	1.66370
2010	1.00000	0.00000	0.69198	0.07682	0.00430	1.77310
2011	1.00000	0.00000	0.72929	0.08591	0.00370	1.81890
2012	1.00000	0.00000	0.80303	0.08507	0.00370	1.89180
2013	1.00000	0.00000	0.79355	0.08298	0.00350	1.88003
2014	1.00000	0.00000	0.78441	0.07141	0.00350	1.85932

Source: HdL Coren & Cone Reports

Notes: In 1978, California voters passed Proposition 13 which sets 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 the various intergovernmental overlapping debt.

Table 11
City of Irwindale
Principal Property Taxpayers
June 30, 2014

Property Owner	2014			2005		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Miller Brewing Company	\$ 391,192,920	1	18.32%	\$ 293,126,531	1	19.53%
Crow Family Holdings Industrial	101,802,489	2	4.77%	50,706,185	3	3.38%
Huy Fong Irwindale LLC	72,087,595	3	3.38%			0.00%
Hanson Aggregates West Inc.	57,658,974	4	2.70%	24,338,508	10	1.62%
Metropolitan Life Insurance Company	54,093,401	5	2.53%	55,929,505	2	3.73%
LBA of CPT Industrial-CO III LLC	41,310,000	6	1.93%			0.00%
Ready Pac Produce Inc.	40,208,276	7	1.88%	39,423,015	5	2.63%
Davis Wire Corporation	37,353,552	8	1.75%	25,663,037	9	1.71%
Unitek Corporation	35,681,055	9	1.67%			0.00%
Lovin Oven LLC	32,466,657	10	1.52%			0.00%
Vulcan Materials				38,924,769	6	2.59%
California Community News Corp				29,038,432	8	1.93%
Reality Associates Fund				43,115,549	4	2.87%
Consolidated Rock Products				35,981,441	7	2.40%
Totals	\$ 863,854,919		40.45%	\$ 636,246,972		42.39%

Source: HdL., Coren and Cone

**Table 12
City of Inwindale
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30	City Tax Levy	Collected within the Fiscal Year of the Levy		Collected In Subsequent Years	Total Collections	
		Amount Collected	Percentage of Levy		Amount	Percentage of Levy
2005	189,725	182,136	96.0%	457	182,593	96.2%
2006	191,403	176,845	92.4%	705	177,550	92.8%
2007	198,193	189,057	95.4%	426	189,483	95.6%
2008	200,091	195,067	97.5%	382	195,449	97.7%
2009	200,610	197,760	98.6%	296	198,056	98.7%
2010	203,934	202,982	99.5%	291	203,273	99.7%
2011	201,838	200,222	99.2%	280	200,501	99.3%
2012	203,082	202,147	99.5%	274	202,421	99.7%
2013	203,572	202,460	99.5%	302	202,762	99.6%
2014	203,580	200,674	98.6%	N/A	200,674	98.6%

NA - Information not available.

Source: HdL Coren & Cone, City of Inwindale Finance Dept, and County of Los Angeles Office of Auditor-Controller

Table 13
City of Irwindale
Taxable Sales by Category
Last Ten Fiscal Years

	(in thousands of dollars)									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Food Stores	3,160	4,214	3,155	1,097	2,006	1,301	1,287	1,509	778	645
Eating and Drinking Places	13,941	17,090	17,079	18,121	17,888	16,908	17,213	17,597	17,647	18,006
Building Materials	23,659	24,570	27,605	27,977	20,129	15,732	11,824	12,008	10,773	10,520
Auto Dealers and Supplies	6,103	5,032	15,349	10,940	11,707	18,897	5,690	3,131	3,143	3,249
Service Stations	23,154	27,933	31,846	30,447	38,575	28,366	35,185	44,253	50,541	51,843
Other Retail Stores	31,548	36,142	36,084	35,713	33,681	28,342	26,761	33,590	20,681	15,488
All Other Outlets	342,125	342,325	415,992	395,310	370,031	290,797	301,176	263,414	273,298	279,291
Total	\$ 443,690	\$ 457,306	\$ 547,110	\$ 519,605	\$ 494,017	\$ 400,343	\$ 399,136	\$ 375,502	\$ 376,861	\$ 379,042

* 2014 data not available.

Source: State of California Board of Equalization and the HdL Companies

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue. HdL Companies reports run on an adjusted basis which means that they bring a new adjustment each year. Totals can also change as business types are more in line to their actual business activity.

Table 14
City of Irwindale
Top 25 Sales Tax Producers
June 30, 2014

2014		2005	
Business Name	Business Category	Business Name	Business Category
Ach Supply	Contractors	Ahem Rentals	Repair Shop/Equip. Rentals
Airgas USA	Drugs/Chemicals	Airgas West	Drugs/Chemicals
Arco	Service Stations	American Classic Sanitation	Business Services
Arco AM PM	Service Stations	Arco AM PM	Service Stations
Arco AM PM	Service Stations	Arco AM PM	Service Stations
Bartley Optical Sales	Medical/Biotech	B & B Redi Mix Concrete	Contractors
Chaparral Concrete	Contractors	Barron/Hallet Boats	Boats/Motorcycles
Charles P Crowley	Heavy Industrial	Charter Communications	Energy/Utilities
Chem Arrow	Drugs/Chemicals	Decore Active Specialties	Contractors
Decore Active Specialties	Contractors	Grainger	Electrical Equipment
Education Management Systems	Business Services	Hanson Aggregates West	Contractors
Food Makers Bakery Equipment	Food Service Equip./Supplies	Honeywell International	Electrical Equipment
Grainger	Electrical Equipment	Ingersoll Rand	Heavy Industrial
Holiday Rock Co	Contractors	L & L Building Material	Lumber/Building Materials
Jacmar Food Service	Food Service Equip./Supplies	Messer Griesheim Industries	Petroleum Prod/Equipment
L & L Building Material	Lumber/Building Materials	Montgomery Hardware	Contractors
Miller Brewing	Food Service Equip./Supplies	National Ready Mixed Concrete	Contractors
National Ready Mixed Concrete	Contractors	Scholastic Book Fairs	Stationery/Book Stores
Rivergrade Shell Station	Service Stations	Seans Arco	Service Stations
Spot Not Car Wash & Gas	Service Stations	Spragues Rock & Sand	Contractors
Spragues Rock & Sand	Contractors	Standard Concrete Products	Contractors
United Rock Products	Contractors	United Rock Products	Contractors
Unitek	Drugs/Chemicals	Unitek	Drugs/Chemicals
Vulcan Materials	Contractors	Vulcan Materials	Contractors
Western Emulsions	Contractors	West Coast HVAC Supply	Plumbing/Electrical Supplies
Percent of Fiscal Year Total Paid by Top 25 Accounts	68.28%	Percent of Fiscal Year Total Paid by Top 25 Accounts	65.29%

Source: HdL Reports

Firms Listed Alphabetically (April through March data for each year)

Table 15
City of Inwindale
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Total Debt As A				Total Debt Primary Government	Percentage of Taxable Assessed Value	Per Capita Personal Income	Ratio of Outstanding Debt
	Redevelopment Bonds	Housing Bonds	Lease Revenue Bonds *	Capital Leases				
2005	78,375,000	22,985,000	7,440,000	26,295	108,826,295	7.27%	14,149	NM
2006	76,380,000	25,505,000	7,100,000	9,396	108,994,396	6.81%	14,562	NM
2007	74,720,000	24,630,000	6,750,000	2,473	106,102,473	6.15%	15,174	NM
2008	72,420,000	23,885,000	6,390,000	-	102,695,000	5.83%	15,581	NM
2009	70,010,000	23,110,000	6,015,000	20,476	99,155,476	5.23%	15,675	NM
2010	67,435,000	22,300,000	5,625,000	16,051	95,376,051	4.63%	15,380	NM
2011	64,700,000	21,455,000	5,220,000	11,394	91,386,394	4.56%	15,758	NM
2012	61,850,000	20,570,000	4,800,000	6,492	87,226,492	4.47%	19,040	NM
2013	58,865,000	19,640,000	4,360,000	1,333	82,866,333	4.17%	20,093	NM
2014	54,500,000	18,870,000	3,395,000	-	76,765,000	3.60%	19,212	NM

Source: City of Inwindale Note 5 and Note 11 to Financial Statements and Statistical Table 6 and Table 16

NM: Not Meaningful - As noted in Table 16, the city's population is very small; most of the City is Commercial and Industrial businesses. Therefore the Ratio of Outstanding Debt produces a result which is not meaningful or of value for analysis.

* On July 2, 2013, the City refinanced its 2001 Certificate of Participation Bonds. As of fiscal year ended June 30, 2014, the City's outstanding debt reflects the 2013 Lease Revenue Bonds.

Table 16
City of Irwindale
Bonded Debt Pledged Revenue Coverage
Successor Agency Tax Allocation Bonds
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Tax Increment/ Allocation</u>	<u>Debt Service Principal and Interest</u>	<u>Coverage</u>
2005	15,614,612	9,170,401	1.70
2006	15,618,565	10,209,370	1.53
2007	16,745,566	75,398,790	1.90 (1)
2008	14,992,197	8,741,386	1.72
2009	17,889,505	8,779,474	2.04
2010	20,547,838	8,844,877	2.32
2011	17,759,769	8,888,625	2.00
2012	8,668,428	8,877,673	0.98 (2)
2013	8,613,441	8,211,378	1.05 (3)
2014	5,182,005	8,205,079	0.63 (4)

Source: City of Irwindale

Note: Details regarding the city's outstanding debt can be found in Note 5 and Note 11 to the Financial Statements.

- (1) During FY 2006-2007, the 1996 Sr Lien Tax Allocation and 1996 Subordinate Tax Allocation Bonds were refunded and are included in the debt service total for 2007, however this is excluded from the coverage rate calculation.
- (2) Per State Assembly Bill AB 1X26, redevelopment agencies in California were dissolved as of February 1, 2012. After this dissolution date, taxes were no longer allocated to redevelopment agencies as Tax Increment. Fiscal Year 2012 lists Tax Increment received for the partial year only.
- (3) As of February 1, 2012, the City now serves as Successor Agency to the former redevelopment agency, and funds for payment of debt obligations are allocated through a Recognized Obligation Payment Schedule (ROPS) process. The State must approve the ROPS prior to the County distributing property tax allocations. Fiscal Year 2012-13 reflects property tax allocated to the Successor Agency through the ROPS process for payment of its debt obligations.
- (4) In FY 2013-14, through the ROPS process, the State determined the Successor Agency must use its fund balance reserves and revenues generated first to pay its debt service obligations. The tax allocation distributed therefore represent the difference in additional funds approved for the Successor Agency to meet its obligations.

Table 17
City of Irwindale
Direct and Overlapping Debt
As of June 30, 2014

	Percentage Applicable to City of Irwindale	Amount Applicable to City of Irwindale
2013-14 Assessed Valuation (after deducting Incremental Value)	(1)	<u>\$ 170,592,252</u>
Direct Debt:		
2013 Lease Revenue Refunding Bond	100%	<u>\$ 3,395,000</u>
		<u>\$ 3,395,000</u>
Overlapping Debt:		
Metropolitan Water District	0.018%	\$ 11,884
El Monte School District	2.134%	1,951,647
El Monte Union High School District	1.116%	1,630,887
Citrus Community College District	5.812%	5,476,918
Mt San Antonio Community College District	1.012%	3,721,844
Rio Hondo Community College District	42.600%	698,880
Azusa Unified School District	17.421%	7,371,528
Azusa Unified School District	17.421%	3,412,843
Baldwin Park Unified School District	6.078%	6,074,508
Covina Valley Unified School District	6.398%	7,393,703
Duarte Unified School District	10.775%	6,286,322
Monrovia Unified School District	0.779%	537,012
West Covina Unified School District	0.011%	3,058
Total Overlapping Debt		<u>\$ 44,571,034</u>
Total Direct and Overlapping Tax and Assessment Debt:		<u>\$ 47,966,034</u>

(1) Percentage of overlapping agency's assessed valuation located within boundaries of the city.

Ratio to Assessed Valuation:	
Direct Debt %	1.99%
Overlapping Debt %	26.13%
Total Gross Debt %	28.12%

Source: Hdl Coren & Cone Reports

Table 18
City of Irwindale
Legal Debt Margin Information
Last Ten Fiscal Years

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Assessed valuation	\$ 1,496,454,843	\$ 1,601,225,972	\$ 1,724,541,003	\$ 1,762,801,757	\$ 1,896,739,492	\$ 2,060,854,474	\$ 2,003,405,877	\$ 1,951,791,776	\$ 1,987,704,262	\$ 2,130,281,361
Conversion percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted assessed valuation	374,113,711	400,306,493	431,135,251	440,700,439	474,184,873	515,213,619	500,851,469	487,947,944	496,926,066	532,570,340
Debt limit percentage	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
Debt limit	56,117,057	60,045,974	64,670,288	66,105,066	71,127,731	77,282,043	75,127,720	73,192,192	74,538,910	79,885,551
Less debt applicable to the limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 56,117,057	\$ 60,045,974	\$ 64,670,288	\$ 66,105,066	\$ 71,127,731	\$ 77,282,043	\$ 75,127,720	\$ 73,192,192	\$ 74,538,910	\$ 79,885,551
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the State.

Source: City of Irwindale, Statistical Table 6 and Notes to Financial Statements.

Table 19
City of Irwindale
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2004	1,486	21,026	14,149	6.5%
2005	1,490	21,697	14,562	5.6%
2006	1,552	23,550	15,174	5.0%
2007	1,640	25,552	15,581	5.2%
2008	1,711	26,819	15,675	7.7%
2009	1,720	26,453	15,380	12.0%
2010	1,717	27,056	15,758	13.1%
2011	1,416	26,961	19,040	12.7%
2012	1,454	29,215	20,093	9.7%
2013	1,466	28,165	19,212	7.9%

* 2014 data not available.

Source: HdL Coren & Cone Reports

Table 20
City of Irwindale
Principal Employers
Current Year

Employer	2014		
	Employees	Rank	Percentage of Total City Employment
Southern California Edison	2,528 *	1	10.1%
Ready-Pac Produce Inc.	1,900 *	2	7.6%
Miller Coors	530	3	2.1%
Asplundh Tree Expert Co.	400	4	1.6%
Mariposa Horticultural Enterprise	382	5	1.5%
R Ranch Market	344	6	1.4%
Biosense Webster	390	7	1.6%
Charter Communications	331	8	1.3%
Best Overnight Express, Inc.	268	9	1.1%
Superior Communications	243 *	10	1.0%
Total	<u>7,316</u>		<u>29.3%</u>
Estimated City Employment	<u>25,000</u>		

Note: Data for ten years ago is not available.

Source: HdL Business License System, Survey conducted by City.

Total Estimated City Employment provided by Community Development Director.

* Includes contract employees

Table 21
City of Irwindale
Full-time and Part-time City Employees by Function
Last Eight Fiscal Years *

Function	Fiscal Year Ended June 30,							
	2007	2008	2009	2010	2011	2012	2013	2014
General government	16.00	19.00	18.00	16.00	16.00	15.00	15.00	15.50
Police	47.00	47.00	47.00	45.00	45.00	45.00	45.00	46.00
Community Dvlp & Code Enforcement	5.00	6.00	7.00	7.00	7.00	5.00	6.00	6.00
Public Works	23.00	23.00	23.00	20.00	20.00	14.50	14.50	17.50
Library	2.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Recreation	17.00	17.00	17.00	16.00	16.00	16.00	15.00	15.00
Senior Center	5.00	5.00	5.50	5.50	5.50	5.00	5.00	5.00
Total	115.50	121.50	122.00	114.00	114.00	105.00	105.00	109.50

Source: City of Irwindale, Finance Department, budget document

Reflects the number of positions authorized

* Data is only available for years beginning FY 2006/07, therefore only eight years are presented.

Table 22
City of Irwindale
Operating Indicators by Function
Last Seven Fiscal Years *

Function/Program	Fiscal Year						
	2008	2009	2010	2011	2012	2013	2014
Police:							
Increase in traffic enforcement citations	2,801	3,857	3,102	4,587	3,497	2,875	1,942
DUI arrests	214	178	203	185	216	143	33
Unlicensed drivers arrested or cited	551	519	442	491	495	376	207
Vandalism Arrests	16	20	9	14	12	13	10
Stolen Vehicles	107	76	43	17	39	39	40
Robberies	11	10	9	2	3	5	3
Burglaries	102	90	72	33	54	46	41
Calls for service	25,453	23,895	21,437	25,537	27,374	22,547	22,696
Recreation:							
Number of facility rentals	227	212	344	173	206	238	266
Number of recreation classes/programs	124	124	89	69	102	58	79
Number of special events	25	26	24	31	45	44	41
Number of field trips	40	44	35	43	52	51	45
Aquatic participants	15,782	14,355	9,447	9,215	8,931	6,016	9,846
Senior Center:							
Number of facility rentals	167	184	158	125	124	171	180
Number of classes/programs	61	78	73	73	85	85	85
Number of special events/activities	19	27	39	39	39	39	39
Number of field trips	17	20	20	26	26	26	26
Number of meals served-Nutrition program/breakfast	13,180	10,581	10,189	7,856	7,975	9,520	8,588
Library							
Adult & children programs	14	37	19	6	65	102	70
Adult & children storytimes	128	75	65	58	21	30	22
Library items added	2,597	1,624	2,802	1,826	3,525	3,180	2,201
Learning Center tutoring hours	342	322	328	307	310	312	306
Public Works							
Street resurfacing (miles)	1.03	4.95	0.95	0.71	1.164	0	1.224
Sidewalk repair/replacement (sq.ft.)	-	20,447	-	20,002	0	2,617	18,865
Field Inspections	5 daily	5 daily	5 daily	4/week	4/week	4/week	4/week
Building & Safety							
Permits issued	455	345	363	368	308	346	332
Film Permits Issued	10	8	13	5	14	10	21
Business Licenses issued	1,431	1,358	1,165	1,135	1,015	1,520	1,254
Finance							
Account Payable checks issued	4,745	4,017	4,653	3,544	3,625	2,922	3,146
Payroll checks issued	3,962	4,095	3,825	3,701	3,372	606	3,094
Journal Vouchers	2,306	2,390	2,322	2,430	2,471	2,223	2,173
Purchase orders processed	1,081	944	366	259	179	126	198
Cash & Investments at year-end (in millions)	97.0	96.3	85.0	76.6	80.0	76.1	74.4
Administration							
Constituent requests for information processed	NA	88	87	76	43	73	67
Agenda Reports Submitted to Council	428	350	313	295	334	341	305
City Council Meeting Agendas Compiled	35	28	38	29	33	23	36
Resolutions (City Council)	84	77	86	61	49	53	48
Resolutions (ICRA)	13	14	15	12	2	-	-
Resolutions (SA)	-	-	-	-	5	5	6
Resolutions (Housing Authority)	4	11	3	5	3	5	7
Resolutions (Reclamation Authority)	2	2	1	1	1	1	1
Ordinances	10	8	10	11	10	11	7
Contracts	NA	53	119	128	68	37	58
City Council Requests Resolved	7	7	22	20	60	85	115
Weekly Reports to City Council	49	49	50	49	48	47	45
Number of recruitment applications processed	387	126	124	184	104	282	126

Source: City of Irwindale, various departments

* Data available for years beginning FY 2007/08.

Ta 3
City of Irwindale
Capital Asset Statistics by Function
Last Seven Fiscal Years *

Function	Fiscal Year						
	2008	2009	2010	2011	2012	2013	2014
Police							
Stations	1	1	1	1	1	1	1
Substations	0	0	0	0	0	0	0
Patrol units	19	19	19	10	14	14	11
Motorcycles	3	3	3	3	2	2	2
Trailer	1	1	1	1	1	1	1
Undercover Vehicle	0	0	1	7	6	6	7
Command Vehicle	0	0	1	1	3	3	2
Public Works							
Streets/Highway (miles)	27.73	27.73	27.73	27.73	27.73	27.73	27.73
Streetlights	861	861	861	861	861	861	861
Traffic signals	40	41	41	41	41	41	42
Bridges	15	15	15	15	15	15	15
Culture and recreation							
Recreation							
Parks	3	3	3	3	3	3	3
Playground areas	4	4	4	4	4	4	4
Tennis courts	1	1	1	1	1	1	1
Softball & baseball diamonds	1	1	1	1	1	1	1
Basketball full courts	2	2	2	2	2	2	2
Basketball half courts	1	1	1	1	1	1	1
Skate Parks	1	1	1	1	1	1	1
Swimming pools	1	1	1	1	1	1	1
Recreation Centers	1	1	1	1	1	1	1
Senior Center							
Community Centers	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1
Missions	1	1	1	1	1	1	1
Library							
Library buildings	1	1	1	1	1	1	1

Source: City of Irwindale, various departments

* Data available for years beginning FY 2007/08, therefore only six years are presented.