

# Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2023

County of Imperial, California



County Auditor-Controller



**County of Imperial**  
**Annual Comprehensive Financial Report**  
**For the Year Ended June 30, 2023**  
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## **AUDITOR-CONTROLLER**

April 11, 2025

Citizens of the County of Imperial  
Honorable Board of Supervisors  
940 Main Street  
El Centro, CA 92243

To the Citizens of the County of Imperial and Honorable Board Members:

The Annual Comprehensive Financial Report of the County of Imperial for the fiscal year ended June 30, 2023, is submitted herewith in accordance with Section 25253 of the Government Code of the State of California.

The accompanying financial statements were prepared in accordance with accounting standards generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board, the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data is presented in a manner designed to fairly set forth the financial position and results of operations of the County as measured by the financial activity of its various funds and account groups, and that all disclosures necessary to enable the reader to gain a full understanding of the County's financial activities have been included.

The County is also required to undergo an annual single audit in conformity with the provisions of the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

The introductory section includes this transmittal letter, the County's organizational chart and a list of principal County officials. The financial section includes the Basic Financial Statements, as well as the Independent Auditor's Report on the financial statements and schedules.

### **THE REPORTING ENTITY AND ITS SERVICES**

The County, located in Southern California, on the Mexican border, was established by an act of the State Legislature on August 7, 1907, forming the County from the eastern part of San Diego County. The County is a general law county divided into five supervisorial districts on the basis of registered population. The County encompasses an area of over 4,597 square miles and includes 7 incorporated cities. The County ranks as one of the top ten agricultural counties in California. It is ranked 31 of 58 counties in terms of population.

In addition to its agricultural significance, Imperial County is ranked number two by counties in renewable



energy generation in California. The County is also home to Lithium Valley, located in the northern area of the region. This 51,000-acre area was coined "Lithium Valley" following a 2023 Department of Energy study that identified over 18 million metric tons of lithium carbonate equivalent within the geothermal brine of the region. The County is actively developing Lithium Valley into a vertically integrated ecosystem for energy, critical minerals, manufacturing, and innovation. This effort aims to create a resilient supply chain for California and global markets, positioning the County as a key player in the clean energy transition.

The County provides a wide range of services to its residents including law enforcement, medical and health services, education, senior citizen assistance, roads, library services, judicial institutions including support services, airport service, cultural and environmental services, parks and a variety of public assistance programs. Special districts and County service areas provide services to remote geographical areas and communities. These services include fire protection, parks, flood control, water, sewer, street lighting and roads.

The accompanying Basic Financial Statements include all organizations, functions and activities of the County for which the County Board of Supervisors is financially accountable. Also included are numerous self-governed school and special districts for which the County acts as depository. The financial reporting for these entities, which are governed and act independently of the County of Imperial, is limited to reporting, as Custodial Funds, the total amount of cash and investments and other assets collected for, disbursed by, and held for, these entities.

## **FINANCIAL INFORMATION**

The County's internal accounting control system exists to provide reasonable, but not absolute, assurance that assets are safeguarded against loss or unauthorized disposition and to provide reliable records for preparing financial statements and maintaining accountability for assets. The County's internal audit staff actively participates in evaluating and upgrading the internal accounting control system.

As a recipient of Federal and State financial assistance, the County also is responsible for ensuring that an adequate internal control structure is in place to assure compliance with applicable laws and regulations related to public assistance programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff.

The County uses the modified accrual basis of accounting for its Governmental Funds. Revenues are recognized when they become measurable and available to finance operations of the year. Expenditures are generally recognized when the related fund liability is incurred except for interest on long-term obligations, which is recognized when payment is due. The accrual basis of accounting is used for all Proprietary Funds. Revenues are recognized when they are earned and become measurable and expenses are recorded when they are incurred.

The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County's Board of Supervisors. Budgets are adopted for the General Fund, certain Special Revenue Funds, the County Service Areas Debt Service Funds and certain Capital Project Funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is maintained at the expenditure object level. Encumbrance accounting is utilized to assure effective budgetary control; purchase orders and contracts are reviewed and a determination is made that valid and sufficient appropriations exist for payment for ordered goods and services. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end and encumbrances outstanding at that time are reported as reservations of fund balance for subsequent year expenditures.

General Government Functions - The General Fund is used to account for all activities of a general nature including administration, legislation, public protection, health and welfare, parks and recreation.

Proprietary Operations - Proprietary Funds are used to account for internal service and enterprise activities.



Internal Service Funds include the County's motor vehicle fleet, central duplicating and various insurance loss reserves. The intent is for these functions to operate on a cost recovery basis and provide funds for the replacement of assets. Operating deficits will be recovered through increased charges in subsequent years.

Enterprise Funds consist chiefly of Imperial Airport, The State Transit Program, Landfill Closure/Post closure fund and Sanitation fund. These are funded by user charges; deficiencies as a result of operations should be recovered through increased charges in subsequent years.

Fiduciary Operations - The County maintains a significant number of funds to carry out its fiduciary responsibilities. These include funds for school districts, autonomous special districts and taxes.

## **INDEPENDENT AUDIT**

State statutes require an annual audit by a Certified Public Accountant. The firm The Pun Group LLP has audited the County's financial statements. In addition to meeting the requirements of State law, the audit was also designed to comply with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The independent auditor's report on the financial statements is included in these financial statements.

## **ACKNOWLEDGEMENTS**

I wish to express my appreciation to the accounting staff of County departments and the staff of the Auditor-Controller department whose coordination, dedication and professionalism are responsible for the preparation of this report. I also would like to thank our independent auditors, The Pun Group LLP, for their professional support in the preparation of the Annual Comprehensive Financial Report. Lastly, I thank the members of the Board of Supervisors, the County Executive Officer, Department Managers and their staff for using sound business practices while conducting the financial operations of the County.

Respectfully,



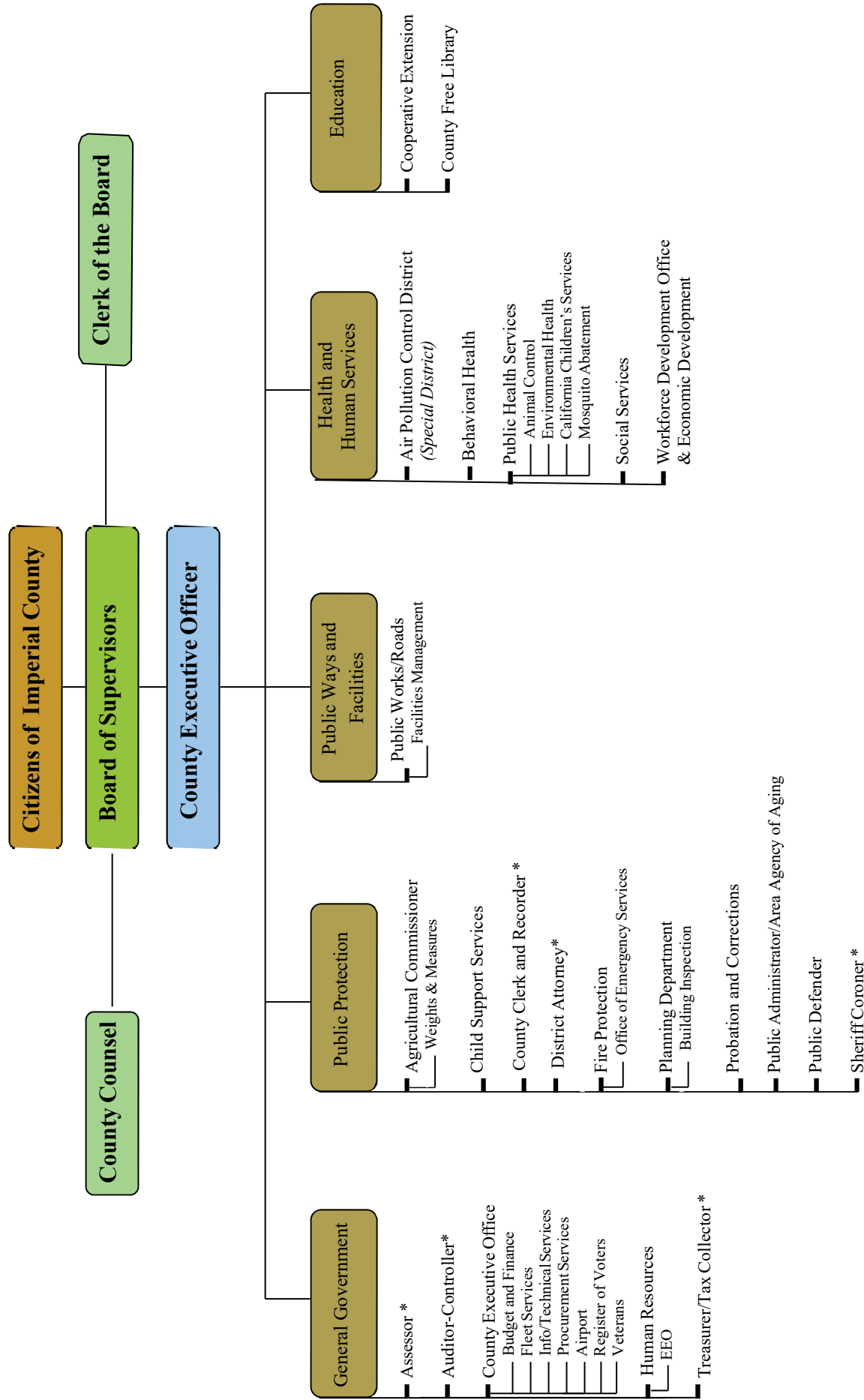
Karina B Alvarez, CPA  
Auditor-Controller  
County of Imperial

# COUNTY OF IMPERIAL

## ORGANIZATIONAL CHART



FISCAL YEAR 2022-2023



# Directory of Public Officials

## Elected Officials

|                                     |                       |                    |
|-------------------------------------|-----------------------|--------------------|
| Supervisor 1 <sup>st</sup> District | Jesus E. Escobar      |                    |
| Supervisor 2 <sup>nd</sup> District | Martha Cardenas-Singh |                    |
| Supervisor 3 <sup>rd</sup> District | Peggy Price           |                    |
| Supervisor 4 <sup>th</sup> District | Ryan E. Kelley        |                    |
| Supervisor 5 <sup>th</sup> District | John Hawk             |                    |
| Judge, Superior Court Dept. 1       | Poli Flores Jr.       |                    |
| Judge, Superior Court Dept. 2       | Michael Domenzain     |                    |
| Judge, Superior Court Dept. 3       | Kris Becker           |                    |
| Judge, Superior Court Dept. 4       | William Quan          |                    |
| Judge, Superior Court Dept. 5       | Jeffrey B Jones       |                    |
| Judge, Superior Court Dept. 6       | Martin Gonzalez       |                    |
| Judge, Superior Court Dept. 7       | Christopher Plourd    |                    |
| Judge, Superior Court Dept. 8       | N/A                   |                    |
| Judge, Superior Court Dept. 9       | Brooks Anderholt      |                    |
| Judge, Superior Court Dept. 10      | Marco Nunez           |                    |
| Judge, Superior Court Dept. 11      | Eran M Bermudez       |                    |
| Judge, Superior Court Dept. 12      | Monica Lepe-Negrete   |                    |
| Judge, Superior Court Dept. 13      | William D. Lehman     |                    |
| Commissioner                        | Kris Becker           |                    |
| Referee, Traffic                    | Martin Gonzalez       |                    |
| Judge, Juvenile Court               | William D. Lehman     |                    |
| Assessor                            | Robert Menvielle      | General Government |
| Auditor-Controller                  | Karina B. Alvarez     | General Government |
| Clerk-Recorder                      | Chuck Storey          | General Government |
| District Attorney                   | George Marquez        | Public Protection  |
| Sheriff-Coroner                     | Federico Miramontes   | Public Protection  |
| Treasurer-Tax Collector             | Suzanne C. Bermudez   | General Government |

## Appointed Officials

|   |                          |                        |
|---|--------------------------|------------------------|
| Agricultural Commissioner                 | Jolene Dessert           | Public Protection      |
| Air Pollution Control Officer             | Belen Leon-Lopez         | Public Protection      |
| Behavioral Health                         | Leticia Plancarte-Garcia | Health and Sanitation  |
| Child Support Services                    | Liza Barraza             | Public Assistance      |
| Clerk of the Board                        | Blanca Acosta            | General Government     |
| County Executive Officer                  | Miguel Figueroa          | General Government     |
| Cooperative Extension                     | Dr. Oli G. Bachie        | Education              |
| County Counsel                            | Eric R. Havens           | General Government     |
| County Free Library                       | Mary Jane Guerrero       | Education              |
| Court Executive Officer/Jury Commissioner | Maria Rhinehart          | Public Protection      |
| Fire Protection/Emergency Services        | Chief Lantzer            | Public Protection      |
| Health Services/Animal Control/EHS/EMS    | Janette Angulo           | Health and Sanitation  |
| Human Resources and Risk Management       | Rodolfo Aguayo           | General Government     |
| Workforce & Economic Development          | Priscilla Lopez          | Public Assistance      |
| Planning/ Building                        | Jim Minnick              | Public Protection      |
| Probation/Receiving Home/Juvenile Hall    | Dan Prince               | Public Protection      |
| Public Administrator                      | Sarah M. Enz             | Public Protection      |
| Public Defender                           | Benjamin Salorio         | Public Protection      |
| Public Works/ Parks                       | John Gay                 | Public Ways/Facilities |
| Registrar of Voters                       | Linsey Dale              | General Government     |
| Social Services/ Receiving Home BJMKH     | Paula Llanas             | Public Assistance      |

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**INDEPENDENT AUDITORS' REPORT**



Honorable Board of Supervisors  
County of Imperial, California

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

***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Imperial, California (the "County"), as of and for the year ended June 30, 2023, and the related notes to the basic financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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

We did not audit the financial statements of the Children and Families First Commission (Commission), or the financial statements of the Imperial County Employees' Retirement System Pension Trust Fund (Pension Trust) which collectively represent the following percentages of assets, net position/fund balance, and revenues of the following opinion unit as of June 30, 2023:

| Opinion Unit                         | Assets/<br>Deferred Outflows<br>of Resources | Net Position/<br>Fund Balance | Revenues/<br>Additions |
|--------------------------------------|--|-------------------------------|------------------------|
| Aggregate Remaining Fund Information | 49.11%                                       | 52.37%                        | 7.67%                  |
| Discretely Presented Component Unit  | 100.00%                                      | 100.00%                       | 100.00%                |

Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as it relates to the amounts included for the Commission and Pension Trust, are based solely on the report of the other auditors.

***Basis for Opinions***

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



***Emphasis of Matter***

*Implementation of New GASB Pronouncements*

As described in Note 1 to the basic financial statements, the County implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. The implementation of GASB Statement No. 96 requires the County to record subscription assets and corresponding subscription liabilities for all SBITAs with a noncancellable term over one year. Our opinion is not modified with respect to this matter.

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

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

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

***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

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

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

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of the County's Proportionate Share of the Net Pension Liability, and the Schedule of the County's Contributions, as listed in the accompanying 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.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise San Bernardino County's basic financial statements. The Combined and Combining and Individual Nonmajor Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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, based on our audit and the reports of other auditors, the Combined and 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.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the Introductory and Statistical Sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



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

In accordance with *Government Auditing Standards*, we have also issued our report dated April 11, 2025, on our consideration of County’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of County’s 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 County’s internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "The Per Group, LLP". The signature is written in a cursive, flowing style.

Santa Ana, California  
April 11, 2025

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited)**  
**For the Year Ended June 30, 2023**

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The discussion and analysis of the financial performance of the County of Imperial (the "County") provides an overview of the County's financial activities for the year ended June 30, 2023. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Users of these financial statements should read this discussion and analysis in conjunction with the transmittal letter at the front of this report and the County's basic financial statements following this section to enhance their understanding of the County's financial performance. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

**FINANCIAL HIGHLIGHTS**

- The County's liabilities and deferred inflows of resources exceeded the assets and deferred outflows of resources of the County at the close of the 2022-2023 fiscal year by \$123.5 million (*Net Position Deficit*). Of this amount \$190.9 million (*Restricted Net Position*) is restricted for the County's ongoing obligations with external restrictions. The County reported an Unrestricted Net Position (deficit) of \$453.9 million at June 30, 2023.
- The County's net position increased by \$6.7 million during the current fiscal year. Governmental activities increased the County's net position by \$14.7 million. Business-type activities net position decreased by \$8.0 million.
- As of June 30, 2023, the County's governmental funds reported total ending fund balances of \$182.1 million, an increase of \$1.1 million or 0.6% in comparison with the prior year. See further discussion in Financial Analysis of the County's Funds on pages 10-11.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. These statements are organized so that readers can understand the County as a financial whole or as an entire operating entity. The County's basic financial statements are comprised of three components: 1) Government-wide financial statements; 2) Fund financial statements; and 3) Notes to the financial statements. This report also contains other supplementary information in addition to the financial statements themselves.

***Government-wide Financial Statements***

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

The Statement of Net Position presents information on all of the County's assets and deferred outflows of resources and liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event takes place regardless of when cash is received or paid. Thus, some revenues and expenses are reported in this statement for some items that will only result in cash inflows and outflows in future fiscal years.

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

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**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

***Government-wide Financial Statements (Continued)***

Both the Statement of Net Position and the Statement of Activities distinguishes between activities that are primarily financed with taxes and intergovernmental revenues (governmental activities) and those that are intended to recover all or a significant portion of their costs through user fees and charges for services (business-type activities). The County's governmental activities include general government, public protection, public ways and facilities, health and sanitation and public assistance and special districts. The business-type activities of the County include the operation of the Imperial Airport, Landfill Closure and Sanitation cost and other County Service Areas (CSAs).

Component units are included in our basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same board as the County or provide services entirely to the County. An example of the County's blended component unit is the Imperial County Employees' Retirement System (ICERS). The Children and Families First Commission (the Commission) is reported as a discretely presented component unit, because there is some financial accountability by the Commission to the County Board.

The government-wide financial statements are presented on pages 18-22 of this report.

***Fund Financial Statements***

The fund financial statements provide detailed information about the most significant funds - not the County as a whole. A fund is a fiscal and accounting entity designated to report information about groupings of related accounts, which are used to maintain control over resources that have been segregated for specific activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations. All of the County's funds are divided into three broad categories: governmental funds, proprietary funds, and fiduciary funds.

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

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. This will allow readers to get a better understanding of 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 County reports five major 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 each of the major funds. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements located in the *Combining and Individual Fund Statements and Schedules*.

The basic governmental fund financial statements are presented on pages 25-32 of this report.

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

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**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

*Fund Financial Statements (Continued)*

**Proprietary funds** are reported in two ways: enterprise funds and internal service funds. Enterprise funds are reported as functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for the Imperial Airport, Landfills, Sanitation and other County Service Areas (CSAs) operations. Internal service funds are used to account for costs internally among the County's various functions. The County uses the following internal service funds: Garage, Centralized Mail, Flood Control, Communications Services, Liability Insurance, Workers' Compensation Insurance, Unemployment Insurance, Health and Dental/Vision Benefits, Medical Malpractice, Auto Liability, Information Systems Case Management Systems and a Clearing /Revolving Fund. Because such functions predominantly benefit governmental rather than business-type activities, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for Imperial Airport, and Sanitation. These funds are considered major funds of the County. All other enterprise funds have been combined into a single aggregated column for presentation. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements are presented on pages 33-39 of this report.

**Fiduciary funds** are used to account for resources held for the benefit of parties outside the county government. Although these funds are presented in the fund set of statements, they do not appear in the government-wide financial statements because the resources of fiduciary funds are not available to support the County's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements are presented on pages 41-44 of this report.

*Notes to the Financial Statements*

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

The notes to the financial statements are presented on pages 45-103 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources creating a net deficit net position by \$123.5 million at the close of the current fiscal year.

The County's net position net investment in capital assets of \$139.5 million reflects its investment in capital assets (e.g. land, structures and improvements, infrastructure, vehicles, furniture and equipment, and construction in progress) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The County's restricted net position of \$190.9 million represents resources that are subject to external restrictions on how they may be used. The major portion of the restricted net position is constrained for debt repayment and landfill closure costs. The County's unrestricted net position (deficit) of \$453.9 million represents the remaining balance.

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)**

The following table reflects the Summary of Net Position for the fiscal year ended June 30, 2023 with comparative data for the fiscal year ended June 30, 2022. Prior year numbers have not been adjusted for restatement.

**Statement of Net Position**  
**Fiscal Year Ended June 30**  
(in thousands of dollars)

|  | <b>Governmental Activities</b> |                    | <b>Business-Type Activities</b> |                    | <b>Total</b>        |                     |
|--|--------------------------------|--------------------|---------------------------------|--------------------|---------------------|---------------------|
|  | <u>2023</u>                    | <u>2022</u>        | <u>2023</u>                     | <u>2022</u>        | <u>2023</u>         | <u>2022</u>         |
| <b>Assets:</b>                         |                                |                    |                                 |                    |                     |                     |
| Current assets and other assets        | \$ 418,141                     | \$ 406,204         | \$ 14,321                       | \$ 13,028          | \$ 432,462          | \$ 419,232          |
| Internal balances                      | 26,650                         | 25,327             | (26,650)                        | (25,327)           | -                   | -                   |
| Capital assets                         | 168,357                        | 161,278            | 8,449                           | 9,149              | 176,806             | 170,427             |
| Total assets                           | <u>613,148</u>                 | <u>592,809</u>     | <u>(3,880)</u>                  | <u>(3,150)</u>     | <u>609,268</u>      | <u>589,659</u>      |
| <b>Deferred Outflows of Resources:</b> |                                |                    |                                 |                    |                     |                     |
| Related to pension/OPEB                | 130,194                        | 116,954            | 469                             | 408                | 130,663             | 117,362             |
| Total deferred outflows of resources   | <u>130,194</u>                 | <u>116,954</u>     | <u>469</u>                      | <u>408</u>         | <u>130,663</u>      | <u>117,362</u>      |
| <b>Liabilities</b>                     |                                |                    |                                 |                    |                     |                     |
| Current and other liabilities          | 190,599                        | 189,229            | 233                             | 81                 | 190,832             | 189,310             |
| Non-current liabilities                | 492,620                        | 421,139            | 43,087                          | 35,623             | 535,707             | 456,762             |
| Total liabilities                      | <u>683,219</u>                 | <u>610,368</u>     | <u>43,320</u>                   | <u>35,704</u>      | <u>726,539</u>      | <u>646,072</u>      |
| <b>Deferred Inflows of Resources:</b>  |                                |                    |                                 |                    |                     |                     |
| Related to leases                      | 70                             | 80                 | 389                             | 496                | 459                 | 576                 |
| Related to pension/OPEB                | 135,930                        | 191,338            | 490                             | 685                | 136,420             | 192,023             |
| Total deferred inflows of resources    | <u>136,000</u>                 | <u>191,418</u>     | <u>879</u>                      | <u>1,181</u>       | <u>136,879</u>      | <u>192,599</u>      |
| <b>Net Position (Deficit):</b>         |                                |                    |                                 |                    |                     |                     |
| Net investment in capital assets       | 131,054                        | 125,730            | 8,449                           | 9,149              | 139,503             | 134,879             |
| Restricted                             | 178,494                        | 174,670            | 12,420                          | 11,398             | 190,914             | 186,068             |
| Unrestricted (deficit)                 | <u>(385,425)</u>               | <u>(392,423)</u>   | <u>(68,479)</u>                 | <u>(60,174)</u>    | <u>(453,904)</u>    | <u>(452,597)</u>    |
| Total net position (deficit)           | <u>\$ (75,877)</u>             | <u>\$ (92,023)</u> | <u>\$ (47,610)</u>              | <u>\$ (39,627)</u> | <u>\$ (123,487)</u> | <u>\$ (131,650)</u> |

Total assets increased by \$19.6 million or 3.3%, from \$589.7 million at June 30, 2022 to \$609.3 million at June 30, 2023. Total deferred outflows of resources increased by \$13.3 million or 11.3%, from \$117.4 million at June 30, 2022 to \$130.7 million at June 30, 2023, primarily as a result of changes in the actuarially determined measurements for County's Pension and OPEB plans.

Total liabilities increased by \$80.5 million or 12.5%, from \$646.1 million at June 30, 2022 to \$726.5 million at June 30, 2023, primarily as a result a increase in the County's proportionate share of the net pension liability. Total deferred inflows of resources decreased by \$55.7 million or 28.9%, from \$192.6 million at June 30, 2022 to \$136.8 million at June 30, 2023, primarily as a result of changes in the actuarially determined measurements for County's Pension and OPEB plans.

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)**

The following table reflects the Summary of Activities for the fiscal year ended June 30, 2023 with comparative data for the fiscal year ended June 30, 2022. Prior year numbers have not been adjusted for restatement.

| <b>Statement of Activities</b>                 |                                |                    |                                 |                    |                     |                     |
|--|--------------------------------|--------------------|---------------------------------|--------------------|---------------------|---------------------|
| <b>Fiscal Year Ended June 30</b>               |                                |                    |                                 |                    |                     |                     |
| (in thousands of dollars)                      |                                |                    |                                 |                    |                     |                     |
|  | <b>Governmental Activities</b> |                    | <b>Business-Type Activities</b> |                    | <b>Total</b>        |                     |
|  | 2023                           | 2022               | 2023                            | 2022               | 2023                | 2022                |
| <b>Revenues:</b>                               |                                |                    |                                 |                    |                     |                     |
| Program Revenues:                              |                                |                    |                                 |                    |                     |                     |
| Charges for services                           | \$ 72,185                      | \$ 67,213          | \$ 4,936                        | \$ 5,536           | \$ 77,121           | \$ 72,749           |
| Operating contributions and grants             | 335,228                        | 301,479            | 210                             | 23                 | 335,438             | 301,502             |
| Capital grants and contributions               | 19,024                         | 18,776             | -                               | -                  | 19,024              | 18,776              |
| Total program revenues                         | <u>426,437</u>                 | <u>387,468</u>     | <u>5,146</u>                    | <u>5,559</u>       | <u>431,583</u>      | <u>393,027</u>      |
| General Revenues:                              |                                |                    |                                 |                    |                     |                     |
| Property taxes                                 | 28,420                         | 27,610             | -                               | -                  | 28,420              | 27,610              |
| Property tax in-lieu                           | 24,802                         | 23,937             | -                               | -                  | 24,802              | 23,937              |
| Sales tax                                      | 6,563                          | 6,669              | -                               | -                  | 6,563               | 6,669               |
| Franchise tax                                  | 460                            | 318                | -                               | -                  | 460                 | 318                 |
| Federal in-lieu taxes                          | 6,922                          | 3,355              | -                               | -                  | 6,922               | 3,355               |
| Investment income (loss)                       | 4,830                          | (5,455)            | 134                             | 642                | 4,964               | (4,813)             |
| Gain (loss) on sale of capital assets          | -                              | (1,045)            | -                               | -                  | -                   | (1,045)             |
| Other revenue                                  | 5,981                          | 4,639              | -                               | -                  | 5,981               | 4,639               |
| Total general revenues                         | <u>77,978</u>                  | <u>60,028</u>      | <u>134</u>                      | <u>642</u>         | <u>78,112</u>       | <u>60,670</u>       |
| Total revenues                                 | <u>504,415</u>                 | <u>447,496</u>     | <u>5,280</u>                    | <u>6,201</u>       | <u>509,695</u>      | <u>453,697</u>      |
| <b>Expenses:</b>                               |                                |                    |                                 |                    |                     |                     |
| General government                             | 62,320                         | 45,552             | -                               | -                  | 62,320              | 45,552              |
| Public protection                              | 122,134                        | 105,236            | -                               | -                  | 122,134             | 105,236             |
| Health and sanitation                          | 115,461                        | 90,542             | -                               | -                  | 115,461             | 90,542              |
| Public assistance                              | 171,560                        | 151,884            | -                               | -                  | 171,560             | 151,884             |
| Special districts                              | 380                            | 294                | -                               | -                  | 380                 | 294                 |
| Public ways and facilities                     | 16,202                         | 17,495             | -                               | -                  | 16,202              | 17,495              |
| Interest and fiscal charges                    | 2,350                          | 2,322              | -                               | -                  | 2,350               | 2,322               |
| Sanitation                                     | -                              | -                  | 11,218                          | 1,784              | 11,218              | 1,784               |
| Airports                                       | -                              | -                  | 1,330                           | 1,491              | 1,330               | 1,491               |
| Total expenses                                 | <u>490,407</u>                 | <u>413,325</u>     | <u>12,548</u>                   | <u>3,275</u>       | <u>502,955</u>      | <u>416,600</u>      |
| Changes in net position before transfers       | 14,008                         | 34,171             | (7,268)                         | 2,926              | 6,740               | 37,097              |
| Transfers                                      | 715                            | (818)              | (715)                           | 818                | -                   | -                   |
| Change in net position                         | <u>14,723</u>                  | <u>33,353</u>      | <u>(7,983)</u>                  | <u>3,744</u>       | <u>6,740</u>        | <u>37,097</u>       |
| Net position (deficit), beginning              | (92,023)                       | (109,041)          | (39,627)                        | (63,304)           | (131,650)           | (172,345)           |
| Restatement                                    | 1,423                          | (16,335)           | -                               | 19,933             | 1,423               | 3,598               |
| Net position (deficit), beginning, as restated | <u>(90,600)</u>                | <u>(125,376)</u>   | <u>(39,627)</u>                 | <u>(43,371)</u>    | <u>(130,227)</u>    | <u>(168,747)</u>    |
| Net position (deficit), ending                 | <u>\$ (75,877)</u>             | <u>\$ (92,023)</u> | <u>\$ (47,610)</u>              | <u>\$ (39,627)</u> | <u>\$ (123,487)</u> | <u>\$ (131,650)</u> |

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

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**Governmental Activities**

Governmental activities increased the County's net position by \$14.7 million for the year ended June 30, 2023. Key elements of this decrease include:

- Total revenue for the County's governmental activities increased by \$38.9 million or 10.1%.
- The County's long-term debt increased by \$71.5 million or 17.0%.
- As an arm of the state government, operating grants and contributions serve multiple programs, representing 66.5% of the County's total revenue for governmental activities; and are tied to mandated services such as public assistance, health, and mental health. These revenue sources increased by \$33.7 million or 11.2% over the prior year primarily due to increased funding related to state mandated programs.
- Taxes and investment earnings that are generated locally provide the Board of Supervisors (Board) with most of its discretionary spending power. Property taxes and property tax in-lieu increased \$1.7 million or 3.2% due to property tax shift required by State to the school districts and increase in assessed property values throughout the County.
- Total expenses for governmental activities increased by \$77.1 million or 18.6% which included increases in several major functions. The most significant increase was in health and sanitation by \$24.9 million or 27.5%. There were offsetting changes in the public assistance function and health and sanitation function due to reclassification of certain functional expenses between the two functions. The increase in expenses for two functions combined was \$44.6 million or 18.4% for the year ended June 30, 2023.

**Business-type Activities**

Business-type activities' net position decreased by \$7.9 million or 20.1%. The main reason for this is an increase in sanitation expense in the amount of \$9.3 million or 283.1%, from \$3.3 million at June 30, 2022.

**Financial Analysis of the Government's Funds**

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

**Governmental Funds**

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

At June 30, 2023, The County's governmental funds reported total fund balances of \$182.1 million, an increase of \$1.0 million or 0.6% in comparison with the prior year. The components of the total fund balance are as follows (for more information see Note 15 – Fund Balance Classification):

- *Nonspendable Fund Balance*, \$29.1 million, are amounts that are not spendable in form, or are legally or contractually required to be maintained intact and are made up of prepaid items and inventories.



**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

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**Governmental Funds (Continued)**

- *Restricted Fund Balance*, \$166.9 million, consist of amounts with constraints put on their use by creditors, grantors, contributors, laws, regulations, or enabling legislation. Examples of restrictions on those funds consist of program funds of \$20.8 million, public benefit fees of \$18.0 million, public health and environmental health funds of \$17.9 million, local health authority funds of \$13.1 million, measure D-LTA road funds of \$12.8 million, medical/CMSP of \$11.2 million, road maintenance-rehabilitation of \$16.4 million, and various other restricted funds less than \$7.0 million.
- *Assigned Fund Balance*, \$0.7 million, represents amounts that have been set aside and are intended to be used for a specific purpose but are neither restricted nor committed, and consists of \$0.7 million set aside for the capital projects.
- *Unassigned Fund Balance (Deficit)*, \$14.6 million, represents the available balance to meet the County's current and future needs. The deficit is expected to be eliminated by future grant revenues, intergovernmental and charges for services.

The County's management may also designate unassigned fund balance to a particular function, project, or activity; however, designated fund balance is available for appropriations at any time.

Governmental Fund revenues increased \$51.1 million or 11.4%, from \$447.5 million for the year ended June 30, 2022 to \$498.6 million for the year ended June 30, 2023. The largest increase in revenues was in taxes, which increased by \$1.6 million or 3.2% primarily reclassification of certain State apportionments for public safety from tax revenues to intergovernmental revenue (\$13.7 million). Governmental Fund expenditures increased \$77.0 million or 18.6%, from \$413.3 million for the year ended June 30, 2022 to \$490.4 million for the year ended June 30, 2023. The largest increase occurred in Health and Sanitation, which increased 27.5%.

**Proprietary Funds**

The proprietary fund provides similar information to the government-wide financial statements, but in more detail.

The net position (deficit) of the enterprise funds decreased by \$7.9 million or 20.1%, from \$39.7 million at June 30, 2022 to \$47.6 million at June 30, 2023, primarily due to an increase in operating expenses of \$9.4 million or 528.8%.

The net position of the internal service funds increased by \$6.2 million or 27.3%, from \$22.6 million at June 30, 2022 to \$28.8 million at June 30, 2023 as a result of the revenues from providing services to other County funds exceeding the costs to provide the services.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Differences between the original budget and the final amended budget resulted in a \$9.7 million increase in appropriations that is briefly summarized as follows:

- \$1.0 million increase in the County's general government appropriations was the result of an increase in legislative and administration, as well as personnel costs.
- \$3.0 million decrease in the County's public protection appropriations was the result of a decrease in judicial, detention and correction, and other protection costs.
- \$5.7 million increase in the County's capital outlay appropriations was the result of an increase in the costs of the County's capital projects.

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

As of June 30, 2023, the County's investment in capital assets for its governmental and business-type activities amounted to \$168.4 million (net of accumulated depreciation and amortization). The investments in capital assets are comprised of land, infrastructure, structures and improvements, furniture and equipment, vehicles, and construction in progress.

**Capital Assets**  
**Fiscal Year Ended June 30**  
(in thousands of dollars)

|   | Governmental Activities |            | Business-type Activities |          | Total      |            |
|---|-------------------------|------------|--------------------------|----------|------------|------------|
|   | 2023                    | 2022       | 2023                     | 2022     | 2023       | 2022       |
| <b>Non-depreciable assets:</b>                |                         |            |                          |          |            |            |
| Land  | \$ 4,564                | \$ 4,610   | \$ 685                   | \$ 685   | \$ 5,249   | \$ 5,295   |
| Construction in progress                      | 15,229                  | 25,941     | -                        | -        | 15,229     | 25,941     |
| Total   | 19,793                  | 30,551     | 685                      | 685      | 20,478     | 31,236     |
| <b>Depreciable/amortizable assets, net:</b>   |                         |            |                          |          |            |            |
| Infrastructure                                | 32,129                  | 27,636     | -                        | -        | 32,129     | 27,636     |
| Structures and improvements                   | 74,533                  | 64,795     | 7,707                    | 8,330    | 82,240     | 73,125     |
| Vehicles                                      | 3,089                   | 2,070      | -                        | -        | 3,089      | 2,070      |
| Furniture and equipment                       | 6,664                   | 7,261      | 57                       | 134      | 6,721      | 7,395      |
| Lease assets                                  | 23,660                  | 28,965     | -                        | -        | 23,660     | 28,965     |
| Subscription assets                           | 8,489                   | 11,107     | -                        | -        | 8,489      | 11,107     |
| Total depreciable/<br>amortizable assets, net | 148,564                 | 141,834    | 7,764                    | 8,464    | 156,328    | 150,298    |
| Total capital assets                          | \$ 168,357              | \$ 172,385 | \$ 8,449                 | \$ 9,149 | \$ 176,806 | \$ 181,534 |

The major capital events during the current fiscal year include the following:

- A variety of construction and rehabilitation projects started during the current fiscal year: road paving projects and several others remodeling projects.

**Long-Term Debt**

At the end of the current fiscal year, the County had total long-term debt outstanding of \$55.3 million. This amount is comprised of finance purchase agreements (\$0.9 million), pension obligation bonds (\$18.0 million), certificates of participation (\$4.7 million), lease liability (\$24.0 million), and subscription liability (\$7.7 million).

**Long-Term Debt**  
**Fiscal Year Ended June 30**  
(in thousands of dollars)

|                                    | Governmental Activities |           | Business-type Activities |      | Total     |           |
|------------------------------------|-------------------------|-----------|--------------------------|------|-----------|-----------|
|                                    | 2023                    | 2022      | 2023                     | 2022 | 2023      | 2022      |
| <b>Long-Term Debt:</b>             |                         |           |                          |      |           |           |
| 2002 Pension Funding Bonds         | \$ 17,970               | \$ 19,695 | \$ -                     | \$ - | \$ 17,970 | \$ 19,695 |
| 2010 Certificates of Participation | 4,720                   | 5,195     | -                        | -    | 4,720     | 5,195     |
| Finance purchase agreements        | 929                     | 1,234     | -                        | -    | 929       | 1,234     |
| Lease liability                    | 24,000                  | 29,119    | -                        | -    | 24,000    | 29,119    |
| Subscription liability             | 7,654                   | 9,684     | -                        | -    | 7,654     | 9,684     |
| Total long-term debt               | \$ 55,273               | \$ 64,927 | \$ -                     | \$ - | \$ 55,273 | \$ 64,927 |

**County of Imperial**  
**Management's Discussion and Analysis (Unaudited) (Continued)**  
**For the Year Ended June 30, 2023**

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**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The County currently faces a less than favorable economic environment. Due to the County being heavily dependent on agriculture, it experiences chronically high unemployment, which puts pressure on the County to provide social and medical services.

The County's general revenues, sometimes referred to as discretionary revenues, continue to experience little to no growth. At the same time, the portion of the County's budget that rely on these revenues continue to experience increased costs due to cost of living and medical insurance increases.

The State's budget cuts for local governments remain the major determining factors in determining the County's budget for fiscal year 2023-24 and beyond, as the County is again required to contribute property tax revenues to the State budget in 2023-24. The State has historically reduced city and county revenues in order to help balance their own budget.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Ms. Karina B Alvarez, CPA, Imperial County Auditor-Controller, 940 Main Street, Suite 108, El Centro, California, 92343, (442) 265-1299 or visit the website at [www.co.imperial.ca.us](http://www.co.imperial.ca.us).

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## **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**



**County of Imperial**  
**Statement of Net Position**  
**June 30, 2023 (in thousands)**

|  | Primary Government         |                             |                | Component Unit                               |
|--|----------------------------|-----------------------------|----------------|--|
|  | Governmental<br>Activities | Business-Type<br>Activities | Total          | Children and<br>Families First<br>Commission |
| <b>ASSETS</b>                                |                            |                             |                |  |
| Current assets:                              |                            |                             |                |  |
| Cash and investments                         | \$ 362,594                 | \$ 1,396                    | \$ 363,990     | \$ 5,481                                     |
| Restricted cash and investments              | -                          | 12,420                      | 12,420         | -  |
| Cash and investments with fiscal agents      | 6,970                      | -                           | 6,970          | -  |
| Deposits with others                         | 917                        | -                           | 917            | -  |
| Accounts receivable, net                     | 22,340                     | 2                           | 22,342         | 355  |
| Interest receivable                          | 7,186                      | 104                         | 7,290          | 41   |
| Taxes receivable                             | 621                        | -                           | 621            | -  |
| Lease receivable - due within one year       | 10                         | 52                          | 62             | -  |
| Inventories and prepaid items                | 3,432                      | -                           | 3,432          | -  |
| Internal balances                            | 26,650                     | (26,650)                    | -              | -  |
| Total current assets                         | <u>430,720</u>             | <u>(12,676)</u>             | <u>418,044</u> | <u>5,877</u>                                 |
| Noncurrent assets:                           |                            |                             |                |  |
| Lease receivable - due in more than one year | -                          | 347                         | 347            | -  |
| Loans receivable                             | 14,071                     | -                           | 14,071         | -  |
| Capital assets:                              |                            |                             |                |  |
| Non-depreciable/amortizable                  | 19,793                     | 685                         | 20,478         | -  |
| Depreciable/amortizable, net                 | <u>148,564</u>             | <u>7,764</u>                | <u>156,328</u> | <u>209</u>                                   |
| Total capital assets, net                    | <u>168,357</u>             | <u>8,449</u>                | <u>176,806</u> | <u>209</u>                                   |
| Total noncurrent assets                      | <u>182,428</u>             | <u>8,796</u>                | <u>191,224</u> | <u>209</u>                                   |
| <b>Total assets</b>                          | <u>613,148</u>             | <u>(3,880)</u>              | <u>609,268</u> | <u>6,086</u>                                 |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>        |                            |                             |                |  |
| Related to OPEB                              | 25,807                     | 93                          | 25,900         | -  |
| Related to pensions                          | <u>104,387</u>             | <u>376</u>                  | <u>104,763</u> | <u>-</u>                                     |
| <b>Total deferred outflows of resources</b>  | <u>130,194</u>             | <u>469</u>                  | <u>130,663</u> | <u>-</u>                                     |

**County of Imperial**  
**Statement of Net Position (Continued)**  
**June 30, 2023 (in thousands)**

|   | Primary Government         |                             |                     | Component Unit                               |
|---|----------------------------|-----------------------------|---------------------|--|
|   | Governmental<br>Activities | Business-Type<br>Activities | Total               | Children and<br>Families First<br>Commission |
| <b>LIABILITIES</b>                                      |                            |                             |                     |  |
| Current liabilities:                                    |                            |                             |                     |  |
| Accounts payable  | 18,414                     | 167                         | 18,581              | 5  |
| Accrued payroll   | 9,648                      | 37                          | 9,685               | 34   |
| Deposits payable  | 16,950                     | 3                           | 16,953              | -  |
| Interest payable  | 840                        | -                           | 840                 | -  |
| Unearned revenue  | 126,162                    | -                           | 126,162             | -  |
| Compensated absences - due within one year              | 2,044                      | 3                           | 2,047               | -  |
| Long-term debt - due within one year                    | 9,995                      | -                           | 9,995               | 51   |
| Accrued closure/postclosure - due within one year       | -                          | 23                          | 23                  | -  |
| Claims liability - due within one year                  | 6,546                      | -                           | 6,546               | -  |
| Total current liabilities                               | <u>190,599</u>             | <u>233</u>                  | <u>190,832</u>      | <u>90</u>                                    |
| Noncurrent liabilities:                                 |                            |                             |                     |  |
| Compensated absences - due in more than one year        | 15,439                     | 29                          | 15,468              | 37   |
| Long-term debt - due in more than one year              | 45,278                     | -                           | 45,278              | 167  |
| Accrued closure/postclosure - due in more than one year | -                          | 40,997                      | 40,997              | -  |
| Claims liability - due in more than one year            | 32,218                     | -                           | 32,218              | -  |
| Net OPEB liability                                      | 239,749                    | 1,334                       | 241,083             | -  |
| Net pension liability                                   | 159,936                    | 727                         | 160,663             | -  |
| Total noncurrent liabilities                            | <u>492,620</u>             | <u>43,087</u>               | <u>535,707</u>      | <u>204</u>                                   |
| <b>Total liabilities</b>                                | <u>683,219</u>             | <u>43,320</u>               | <u>726,539</u>      | <u>294</u>                                   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                    |                            |                             |                     |  |
| Related to leases                                       | 70                         | 389                         | 459                 | -  |
| Related to OPEB   | 115,973                    | 418                         | 116,391             | -  |
| Related to pensions                                     | 19,957                     | 72                          | 20,029              | -  |
| Total deferred inflows of resources                     | <u>136,000</u>             | <u>879</u>                  | <u>136,879</u>      | <u>-</u>                                     |
| <b>NET POSITION</b>                                     |                            |                             |                     |  |
| Net investment in capital assets                        | 131,054                    | 8,449                       | 139,503             | -  |
| Restricted  | 178,494                    | 12,420                      | 190,914             | -  |
| Unrestricted (deficit)                                  | (385,425)                  | (68,479)                    | (453,904)           | 5,792  |
| Total net position (deficit)                            | <u>\$ (75,877)</u>         | <u>\$ (47,610)</u>          | <u>\$ (123,487)</u> | <u>\$ 5,792</u>                              |

**County of Imperial**  
**Statement of Activities**  
**For the Year Ended June 30, 2023 (in thousands)**

| <b>Functions/Programs</b>              | Program Revenues  |                         |  |  | Total             |
|--|-------------------|-------------------------|--|--|-------------------|
|  | Expenses          | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions |                   |
| <b>Primary government:</b>             |                   |                         |  |  |                   |
| Governmental activities:               |                   |                         |  |  |                   |
| General government                     | \$ 62,320         | \$ 26,997               | \$ 34,351                                | \$ -                                   | \$ 61,348         |
| Public protection                      | 122,134           | 13,557                  | 28,173                                   | -                                      | 41,730            |
| Health and sanitation                  | 115,461           | 18,382                  | 103,824                                  | -                                      | 122,206           |
| Public assistance                      | 171,560           | 9,631                   | 166,892                                  | -                                      | 176,523           |
| Special districts                      | 380               | 780                     | -  | -                                      | 780               |
| Public ways and facilities             | 16,202            | 2,838                   | 1,988                                    | 19,024                                 | 23,850            |
| Interest and fiscal charges            | 2,350             | -                       | -  | -                                      | -                 |
| <b>Total governmental activities</b>   | <b>490,407</b>    | <b>72,185</b>           | <b>335,228</b>                           | <b>19,024</b>                          | <b>426,437</b>    |
| Business-type activities:              |                   |                         |  |  |                   |
| Sanitation                             | 11,218            | 4,131                   | -  | -                                      | 4,131             |
| Imperial airport                       | 1,329             | 803                     | 210                                      | -                                      | 1,013             |
| Holtville airport                      | 1                 | 2                       | -  | -                                      | 2                 |
| <b>Total business-type activities</b>  | <b>12,548</b>     | <b>4,936</b>            | <b>210</b>                               | <b>-</b>                               | <b>5,146</b>      |
| <b>Total primary government</b>        | <b>\$ 502,955</b> | <b>\$ 77,121</b>        | <b>\$ 335,438</b>                        | <b>\$ 19,024</b>                       | <b>\$ 431,583</b> |
| Component unit:                        |                   |                         |  |  |                   |
| Children and Families First Commission | \$ 2,194          | \$ -                    | \$ 2,016                                 | \$ -                                   | \$ 2,016          |
| <b>Total component unit</b>            | <b>\$ 2,194</b>   | <b>\$ -</b>             | <b>\$ 2,016</b>                          | <b>\$ -</b>                            | <b>\$ 2,016</b>   |

**County of Imperial**  
**Statement of Activities (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

| <b>Functions/Programs</b>                   | Net (Expense) Revenue<br>and Changes in Net Position |                             |                 | Component Unit                               |
|---|--|-----------------------------|-----------------|--|
|   | Governmental<br>Activities                           | Business-Type<br>Activities | Total           | Children and<br>Families First<br>Commission |
| <b>Primary government:</b>                  |  |                             |                 |  |
| Governmental activities:                    |  |                             |                 |  |
| General government                          | \$ (972)   | \$ -                        | \$ (972)        | \$ -   |
| Public protection                           | (80,404)   | -                           | (80,404)        | -  |
| Health and sanitation                       | 6,745  | -                           | 6,745           | -  |
| Public assistance                           | 4,963  | -                           | 4,963           | -  |
| Special districts                           | 400  | -                           | 400             | -  |
| Public ways and facilities                  | 7,648  | -                           | 7,648           | -  |
| Interest and fiscal charges                 | (2,350)  | -                           | (2,350)         | -  |
| <b>Total governmental activities</b>        | <b>(63,970)</b>                                      | <b>-</b>                    | <b>(63,970)</b> | <b>-</b>                                     |
| Business-type activities:                   |  |                             |                 |  |
| Sanitation                                  | -  | (7,087)                     | (7,087)         | -  |
| Imperial airport                            | -  | (316)                       | (316)           | -  |
| Holtville airport                           | -  | 1                           | 1               | -  |
| <b>Total business-type activities</b>       | <b>-</b>   | <b>(7,402)</b>              | <b>(7,402)</b>  | <b>-</b>                                     |
| <b>Total primary government</b>             | <b>(63,970)</b>                                      | <b>(7,402)</b>              | <b>(71,372)</b> | <b>-</b>                                     |
| Component unit:                             |  |                             |                 |  |
| Children and Families First Commission      | -  | -                           | -               | (178)  |
| <b>Total component unit</b>                 | <b>-</b>   | <b>-</b>                    | <b>-</b>        | <b>(178)</b>                                 |
| General Revenues and Transfers:             |  |                             |                 |  |
| General revenues:                           |  |                             |                 |  |
| Taxes:                                      |  |                             |                 |  |
| Property tax                                | 28,420   | -                           | 28,420          | -  |
| Property tax in-lieu                        | 24,802   | -                           | 24,802          | -  |
| Sales tax                                   | 6,563  | -                           | 6,563           | -  |
| Franchise tax                               | 460  | -                           | 460             | -  |
| Federal in-lieu taxes                       | 6,922  | -                           | 6,922           | -  |
| <b>Total taxes</b>                          | <b>67,167</b>  | <b>-</b>                    | <b>67,167</b>   | <b>-</b>                                     |
| Other revenue                               | 5,981  | -                           | 5,981           | 13   |
| Investment income (loss)                    | 4,830  | 134                         | 4,964           | 120  |
| <b>Transfers</b>                            | <b>715</b>   | <b>(715)</b>                | <b>-</b>        | <b>-</b>                                     |
| <b>Total general revenues and transfers</b> | <b>78,693</b>  | <b>(581)</b>                | <b>78,112</b>   | <b>133</b>                                   |
| <b>Change in net position</b>               | <b>14,723</b>  | <b>(7,983)</b>              | <b>6,740</b>    | <b>(45)</b>                                  |
| <b>Net Position (Deficit):</b>              |  |                             |                 |  |
| Beginning of year, as restated (Note 17)    | (90,600)   | (39,627)                    | (130,227)       | 5,837  |
| End of year                                 | \$ (75,877)  | \$ (47,610)                 | \$ (123,487)    | \$ 5,792                                     |

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## **FUND FINANCIAL STATEMENTS**

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## Governmental Funds Financial Statements

**General Fund** - This fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes activities such as general government, public protection, public ways and facilities, health and sanitation, public assistance, and education.

**Health Realignment Fund** - This fund is used to account for the State's allocation of dedicated revenues to cover County public health program costs. The Health Realignment revenues are restricted for certain health and mental health

**1911 Realignment Special Revenue Fund** - Realignment is the shifting of responsibility and funding for a number of public services from the state to local government. Revenues are derived from percentages of state sales tax and vehicle

**Social Services Special Revenue Fund** - This fund is used to provide separate fund accountability for the Social Services department. Social Services assists with Imperial Valley Continuum of Care, Aging and Disability Services, Transitional Services, and Children and Family Services. The Social Services Fund accounts for federal and state grant revenues that are restricted for specific services.

**American Rescue Plan Act Special Revenue Fund** - This fund was established to account for the American Rescue Plan Act grant.

**Behavioral Health Services Special Revenue Fund** - This contains the community Mental Health portion of the County's total Mental Health program. Various community programs are funded within this budget including inpatient, outpatient, partial day, diagnostic evaluations, children services, aftercare, conservatorship services, continuing care, community client contact, mental health promotion, and social service. Following is a list of the programs and services provided: Administration, Community Services, Continuing Care Program, 24-Hour Care, Outpatient Care, Day-Care Treatment, Aftercare/Conservatorship, and Children's Service.

**County of Imperial**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2023 (in thousands)**

|  | Major Funds      |                               |                             |                            |
|--|------------------|-------------------------------|-----------------------------|----------------------------|
|  | General<br>Fund  | Health<br>Realignment<br>Fund | 1911<br>Realignment<br>Fund | Social<br>Services<br>Fund |
| <b>ASSETS</b>  |                  |                               |                             |                            |
| Cash and investments   | \$ 1,388         | \$ 25,139                     | \$ 55,112                   | \$ -                       |
| Cash and investments with fiscal agents                                    | 6,970            | -                             | -                           | -                          |
| Deposits with others   | -                | -                             | -                           | -                          |
| Receivables:   |                  |                               |                             |                            |
| Accounts, net  | 4,704            | -                             | -                           | 126                        |
| Interest   | 697              | 187                           | -                           | 9                          |
| Loans  | -                | -                             | -                           | -                          |
| Taxes  | 611              | -                             | -                           | -                          |
| Lease  | 10               | -                             | -                           | -                          |
| Inventories and prepaid items  | 2,392            | -                             | -                           | -                          |
| Advances to other funds  | 26,648           | -                             | -                           | -                          |
| <b>Total assets</b>  | <b>\$ 43,420</b> | <b>\$ 25,326</b>              | <b>\$ 55,112</b>            | <b>\$ 135</b>              |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>       |                  |                               |                             |                            |
| <b>Liabilities:</b>  |                  |                               |                             |                            |
| Accounts payable   | \$ 2,029         | \$ -                          | \$ -                        | \$ 1,354                   |
| Accrued payroll  | 4,062            | -                             | -                           | 1,712                      |
| Interest payable   | -                | -                             | -                           | -                          |
| Due to other funds   | -                | -                             | -                           | 1,007                      |
| Deposits payable   | 11,215           | -                             | -                           | -                          |
| Unearned revenues  | -                | 25,326                        | 55,112                      | -                          |
| <b>Total liabilities</b>   | <b>17,306</b>    | <b>25,326</b>                 | <b>55,112</b>               | <b>4,073</b>               |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                       |                  |                               |                             |                            |
| Unavailable revenue  | 1,745            | -                             | -                           | -                          |
| Related to leases  | 70               | -                             | -                           | -                          |
| <b>Total deferred inflows of resources</b>                                 | <b>1,815</b>     | <b>-</b>                      | <b>-</b>                    | <b>-</b>                   |
| <b>Fund Balances:</b>  |                  |                               |                             |                            |
| Nonspendable   | 28,140           | -                             | -                           | -                          |
| Restricted   | -                | -                             | -                           | -                          |
| Assigned   | -                | -                             | -                           | -                          |
| Unassigned (deficit)   | (3,841)          | -                             | -                           | (3,938)                    |
| <b>Total fund balances</b>   | <b>24,299</b>    | <b>-</b>                      | <b>-</b>                    | <b>(3,938)</b>             |
| <b>Total liabilities, deferred inflows of resources, and fund balances</b> | <b>\$ 43,420</b> | <b>\$ 25,326</b>              | <b>\$ 55,112</b>            | <b>\$ 135</b>              |

**County of Imperial**  
**Balance Sheet (Continued)**  
**Governmental Funds**  
**June 30, 2023 (in thousands)**

|  | Major Funds                            |   |                                    |                                |
|--|--|---|------------------------------------|--------------------------------|
|  | American<br>Rescue<br>Plan Act<br>Fund | Behaviorial<br>Health<br>Services<br>Fund | Non-major<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
| <b>ASSETS</b>  |  |   |                                    |                                |
| Cash and investments   | \$ 18,043                              | \$ 512                                    | \$ 192,954                         | \$ 293,148                     |
| Cash and investments with fiscal agents                                    | -                                      | -   | -                                  | 6,970                          |
| Deposits with others   | -                                      | -   | 917                                | 917                            |
| Receivables:   |  |   |                                    |                                |
| Accounts, net  | -                                      | 3,624                                     | 13,878                             | 22,332                         |
| Interest   | 154                                    | -   | 5,605                              | 6,652                          |
| Loans  | -                                      | -   | 14,071                             | 14,071                         |
| Taxes  | -                                      | -   | 10                                 | 621                            |
| Lease  | -                                      | -   | -                                  | 10                             |
| Inventories and prepaid items  | -                                      | 107                                       | 889                                | 3,388                          |
| Advances to other funds  | -                                      | -   | -                                  | 26,648                         |
| <b>Total assets</b>  | <b>\$ 18,197</b>                       | <b>\$ 4,243</b>                           | <b>\$ 228,324</b>                  | <b>\$ 374,757</b>              |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>       |  |   |                                    |                                |
| <b>Liabilities:</b>  |  |   |                                    |                                |
| Accounts payable   | \$ -                                   | \$ 1,823                                  | \$ 6,713                           | \$ 11,919                      |
| Accrued payroll  | -                                      | 1,308                                     | 2,426                              | 9,508                          |
| Interest payable   | -                                      | 2   | 95                                 | 97                             |
| Due to other funds   | -                                      | -   | 8,811                              | 9,818                          |
| Deposits payable   | -                                      | -   | 5,735                              | 16,950                         |
| Unearned revenues  | 18,197                                 | -   | 27,527                             | 126,162                        |
| <b>Total liabilities</b>   | <b>18,197</b>                          | <b>3,133</b>                              | <b>51,307</b>                      | <b>174,454</b>                 |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                       |  |   |                                    |                                |
| Unavailable revenue  | -                                      | 2,654                                     | 13,723                             | 18,122                         |
| Related to leases  | -                                      | -   | -                                  | 70                             |
| <b>Total deferred inflows of resources</b>                                 | <b>-</b>                               | <b>2,654</b>                              | <b>13,723</b>                      | <b>18,192</b>                  |
| <b>Fund Balances:</b>  |  |   |                                    |                                |
| Nonspendable   | -                                      | 107                                       | 889                                | 29,136                         |
| Restricted   | -                                      | -   | 166,892                            | 166,892                        |
| Assigned   | -                                      | -   | 696                                | 696                            |
| Unassigned (deficit)   | -                                      | (1,651)                                   | (5,183)                            | (14,613)                       |
| <b>Total fund balances</b>   | <b>-</b>                               | <b>(1,544)</b>                            | <b>163,294</b>                     | <b>182,111</b>                 |
| <b>Total liabilities, deferred inflows of resources, and fund balances</b> | <b>\$ 18,197</b>                       | <b>\$ 4,243</b>                           | <b>\$ 228,324</b>                  | <b>\$ 374,757</b>              |

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**County of Imperial**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Government-Wide Statement of Net Position**  
**June 30, 2023 (in thousands)**

|   |                    |
|---|--------------------|
| <b>Total Fund Balances - Total Governmental Funds</b>   | <b>\$ 182,111</b>  |
| Amounts reported for Governmental Activities in the Statement of Net Position were different because:   |                    |
| Unavailable revenues reported on the Governmental Fund Financial Statements resulting from activities in which revenues were earned but were not available are reclassified as revenues in the Government-Wide Financial Statements.  | 18,122             |
| Capital Assets used in the governmental activities were not financial resources and therefore were not reported in the Governmental Funds Balance Sheet.  |                    |
| Government-Wide Statement of Net Position   | 168,357            |
| Less: capital assets reported in Internal Service Funds   | (2,724)            |
| Total capital assets  | 165,633            |
| Long-term liabilities are not due and payable in the current period and therefore were not reported in the Governmental Funds Balance Sheet.  |                    |
| Amount reported in Government-Wide Statement of Net Position  |                    |
| Compensated absences - due within one year  | (2,044)            |
| Compensated absences - due in more than one year  | (15,439)           |
| Long-term debt - due within one year  | (9,995)            |
| Long-term debt - due in more than one year  | (45,278)           |
| Less: amount reported in Internal Service Funds:  |                    |
| Compensated absences - due within one year  | 19                 |
| Compensated absences - due in more than one year  | 141                |
| Long-term debt - due within one year  | 607                |
| Long-term debt - due in more than one year  | 1,683              |
| Total long-term liabilities   | (70,306)           |
| Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in the governmental funds.  | (717)              |
| Aggregate net pension liability and net OPEB liability used in the governmental activities were not financial resources and therefore were not reported in the Governmental Funds Balance Sheet.  |                    |
| Net OPEB liability  | (239,749)          |
| Net pension liability   | (159,936)          |
| Less: amount reported in Internal Service Funds:  |                    |
| Net OPEB liability  | 3,564              |
| Net pension liability   | 2,293              |
| Total OPEB/pension liability  | (393,828)          |
| Deferred outflows of resources related to OPEB and pensions are not available for current period and, therefore, are deferred in the governmental funds or not recorded in the governmental funds.  |                    |
| Amount reported in Government-Wide Statement of Net Position  |                    |
| Deferred outflows of resources related to OPEB  | 25,807             |
| Deferred outflows of resources related to pensions  | 104,387            |
| Less: amount reported in Internal Service Funds:  |                    |
| Deferred outflows of resources related to OPEB  | (364)              |
| Deferred outflows of resources related to pensions  | (1,473)            |
| Total deferred outflows of resources  | 128,357            |
| Deferred inflows of resources related to OPEB and pensions are not available for current period and, therefore, are deferred in the governmental funds or not recorded in the governmental funds.   |                    |
| Amount reported in Government-Wide Statement of Net Position  |                    |
| Deferred inflows of resources related to OPEB   | (115,973)          |
| Deferred inflows of resources related to pensions   | (19,957)           |
| Less: amount reported in Internal Service Funds:  |                    |
| Deferred inflows of resources related to OPEB   | 1,637              |
| Deferred inflows of resources related to pensions   | 282                |
| Total deferred inflows of resources   | (134,011)          |
| Internal service funds are used by management to charge the cost of fleet management, risk management, information technology, and building maintenance to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position. | 28,762             |
| <b>Net Position (Deficit) of Governmental Activities</b>  | <b>\$ (75,877)</b> |

See accompanying Notes to the Basic Financial Statements.

**County of Imperial**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Major Funds      |                               |                             |                            |
|---|------------------|-------------------------------|-----------------------------|----------------------------|
|   | General<br>Fund  | Health<br>Realignment<br>Fund | 1911<br>Realignment<br>Fund | Social<br>Services<br>Fund |
| <b>REVENUES:</b>                              |                  |                               |                             |                            |
| Taxes   | \$ 34,525        | \$ -                          | \$ -                        | \$ -                       |
| Licenses, permits and fees                    | 1,701            | -                             | -                           | -                          |
| Fines, forfeitures, and penalties             | 5,211            | -                             | -                           | -                          |
| Investment income (loss)                      | 2,085            | -                             | -                           | 97                         |
| Intergovernmental                             | 57,945           | -                             | -                           | 114,255                    |
| Charges for current services                  | 25,487           | -                             | -                           | 31                         |
| Other revenue                                 | 3,472            | -                             | -                           | 43                         |
| <b>Total revenues</b>                         | <b>130,426</b>   | <b>-</b>                      | <b>-</b>                    | <b>114,426</b>             |
| <b>EXPENDITURES:</b>                          |                  |                               |                             |                            |
| Current:                                      |                  |                               |                             |                            |
| General government                            | 26,197           | -                             | -                           | -                          |
| Public protection                             | 87,994           | -                             | -                           | -                          |
| Health and sanitation                         | 295              | -                             | -                           | -                          |
| Public assistace                              | 3,836            | -                             | -                           | 123,516                    |
| Special districts                             | -                | -                             | -                           | -                          |
| Public ways and facilities                    | -                | -                             | -                           | -                          |
| Capital outlay                                | 3,299            | -                             | -                           | -                          |
| Debt service:                                 |                  |                               |                             |                            |
| Principal                                     | 1,088            | -                             | -                           | 2,484                      |
| Interest and fiscal charges                   | 67               | -                             | -                           | 79                         |
| <b>Total expenditures</b>                     | <b>122,776</b>   | <b>-</b>                      | <b>-</b>                    | <b>126,079</b>             |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>7,650</b>     | <b>-</b>                      | <b>-</b>                    | <b>(11,653)</b>            |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                  |                               |                             |                            |
| Inception of lease liability                  | -                | -                             | -                           | -                          |
| Inception of subscription liability           | -                | -                             | -                           | -                          |
| Transfers in                                  | -                | -                             | -                           | 10,118                     |
| Transfers out                                 | (18,188)         | -                             | -                           | (635)                      |
| <b>Total other financing sources (uses)</b>   | <b>(18,188)</b>  | <b>-</b>                      | <b>-</b>                    | <b>9,483</b>               |
| <b>NET CHANGE IN FUND BALANCES</b>            | <b>(10,538)</b>  | <b>-</b>                      | <b>-</b>                    | <b>(2,170)</b>             |
| <b>FUND BALANCES (DEFICIT):</b>               |                  |                               |                             |                            |
| Beginning of year                             | 34,837           | -                             | -                           | (1,768)                    |
| End of year                                   | <b>\$ 24,299</b> | <b>\$ -</b>                   | <b>\$ -</b>                 | <b>\$ (3,938)</b>          |

**County of Imperial**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Governmental Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Major Funds                            |   |                                    | Total<br>Governmental<br>Funds |
|---|--|---|------------------------------------|--------------------------------|
|   | American<br>Rescue<br>Plan Act<br>Fund | Behaviorial<br>Health<br>Services<br>Fund | Non-major<br>Governmental<br>Funds |                                |
| <b>REVENUES:</b>                              |  |   |                                    |                                |
| Taxes   | \$ -                                   | \$ -                                      | \$ 457                             | \$ 34,982                      |
| Licenses, permits and fees                    | -                                      | -   | 3,503                              | 5,204                          |
| Fines, forfeitures, and penalties             | -                                      | -   | 725                                | 5,936                          |
| Investment income (loss)                      | 465                                    | (35)                                      | 3,881                              | 6,493                          |
| Intergovernmental                             | 4,483                                  | 36,499                                    | 167,204                            | 380,386                        |
| Charges for current services                  | -                                      | 9,174                                     | 25,424                             | 60,116                         |
| Other revenue                                 | -                                      | 20  | 1,957                              | 5,492                          |
| <b>Total revenues</b>                         | <b>4,948</b>                           | <b>45,658</b>                             | <b>203,151</b>                     | <b>498,609</b>                 |
| <b>EXPENDITURES:</b>                          |  |   |                                    |                                |
| Current:                                      |  |   |                                    |                                |
| General government                            | 4,948                                  | -   | 9,418                              | 40,563                         |
| Public protection                             | -                                      | -   | 32,737                             | 120,731                        |
| Health and sanitation                         | -                                      | 46,675                                    | 68,489                             | 115,459                        |
| Public assistace                              | -                                      | -   | 44,533                             | 171,885                        |
| Special districts                             | -                                      | -   | 421                                | 421                            |
| Public ways and facilities                    | -                                      | -   | 15,557                             | 15,557                         |
| Capital outlay                                | -                                      | 625                                       | 16,457                             | 20,381                         |
| Debt service:                                 |  |   |                                    |                                |
| Principal                                     | -                                      | 1,431                                     | 7,347                              | 12,350                         |
| Interest and fiscal charges                   | -                                      | 103                                       | 1,682                              | 1,931                          |
| <b>Total expenditures</b>                     | <b>4,948</b>                           | <b>48,834</b>                             | <b>196,641</b>                     | <b>499,278</b>                 |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>-</b>                               | <b>(3,176)</b>                            | <b>6,510</b>                       | <b>(669)</b>                   |
| <b>OTHER FINANCING SOURCES (USES):</b>        |  |   |                                    |                                |
| Inception of lease liability                  | -                                      | -   | 797                                | 797                            |
| Inception of subscription liability           | -                                      | -   | 186                                | 186                            |
| Transfers in                                  | -                                      | -   | 17,625                             | 27,743                         |
| Transfers out                                 | -                                      | -   | (8,205)                            | (27,028)                       |
| <b>Total other financing sources (uses)</b>   | <b>-</b>                               | <b>-</b>                                  | <b>10,403</b>                      | <b>1,698</b>                   |
| <b>NET CHANGE IN FUND BALANCES</b>            | <b>-</b>                               | <b>(3,176)</b>                            | <b>16,913</b>                      | <b>1,029</b>                   |
| <b>FUND BALANCES (DEFICIT):</b>               |  |   |                                    |                                |
| Beginning of year                             | -                                      | 1,632                                     | 146,381                            | 181,082                        |
| End of year                                   | \$ -                                   | \$ (1,544)                                | \$ 163,294                         | \$ 182,111                     |

**County of Imperial**  
**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Position**  
**For the Year Ended June 30, 2023 (in thousands)**

|  |                  |
|--|------------------|
| <b>Net Change in Fund Balances - Total Governmental Funds</b>  | \$ 1,029         |
| Amounts reported for Governmental Activities in the Statement of Net Position were different because:  |                  |
| Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated useful lives as depreciation and amortization expenses. This is the amount of capital assets recorded in the current period (net of \$2,127 added in internal service funds) (\$1,590 of the governmental fund capital outlay balance were for repairs and maintenance expenditures). | 18,791           |
| Depreciation and amortization expense on capital assets was reported in the Government-Wide Statement of Activities, but they did not require the use of current financial resources. Therefore, depreciation and amortization expense, net of internal service funds of \$625, was not reported as expenditures in the Governmental Funds.  | (23,713)         |
| The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) decreased net position (net of \$17 in net capital asset retirements in internal service funds).  | (410)            |
| Issuance of long-term liabilities provides current financial resources to governmental funds, but the issuance increased long-term liabilities in the Government-Wide Statement of Net Position.   |                  |
| Lease liability  | (983)            |
| Repayment of long-term liabilities was an expenditures in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.  |                  |
| Principal payment of long-term debt  | 12,350           |
| Interest expense on long-term debt was reported in the Government-Wide Statement of Activities, but it did not require the use of current financial resources. This amount represented the changes in accrued interest from prior year.  | (303)            |
| Compensated absences expenses reported in the Government-Wide Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds, net of \$62 in internal service funds.   | (431)            |
| Revenues in the Government-Wide Statement of Activities that do not provide current financial resources and are not reported as revenue in the governmental funds.   | 4,909            |
| Certain pension expenses reported in the Government-Wide Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.  |                  |
| Changes in pension related deferred outflows of resources, net of \$231 in internal service funds  | 15,091           |
| Changes in net pension liabilities, net of \$1,899 in internal service funds   | (132,648)        |
| Changes in pension related deferred inflows of resources, net of \$1,643 in internal service funds   | 111,628          |
| Certain OPEB expenses reported in the Government-Wide Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.   |                  |
| Changes in OPEB related deferred outflows of resources, net of \$39 in internal service funds  | (2,043)          |
| Changes in total OPEB liabilities, net of \$893 in internal service funds  | 62,362           |
| Changes in OPEB related deferred inflows of resources, net of \$797 in internal service funds  | (57,066)         |
| The internal service funds are used by management to charge the costs of fleet maintenance, facilities maintenance, and technology to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.  | 6,160            |
| <b>Change in Net Position of Governmental Activities</b>   | <b>\$ 14,723</b> |



## **Proprietary Funds Financial Statements**

***Sanitation Fund*** - This fund is used to account for the cost of the Solid Waste Disposal Program including operation, acquisition, source reduction recycling program, and closure/post-closure requirements. Revenues consist of user fees. Additionally, the Sanitation Fund accounts for funds pursuant to State Law requiring funds to cover the estimated cost of solid waste closure and post-closure activities. Each County operated site must have a plan to specifically address the physical requirements, as closure becomes necessary and the post- closure ongoing monitoring requirements.

***Internal Service Funds*** - These funds are used to provide goods and services by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

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**County of Imperial**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2023 (in thousands)**

|   | Major Funds        |                    |                    | Governmental<br>Activities<br>Internal<br>Service Funds |
|---|--------------------|--------------------|--------------------|---|
|   | Sanitation         | Non-major<br>Funds | Total              |   |
| <b>ASSETS</b>   |                    |                    |                    |   |
| Current assets:   |                    |                    |                    |   |
| Cash and investments                                    | \$ 154             | \$ 1,242           | \$ 1,396           | \$ 69,446   |
| Restricted cash and investments                         | 12,420             | -                  | 12,420             | -   |
| Receivables:  |                    |                    |                    |   |
| Accounts, net   | 1                  | 1                  | 2                  | 8   |
| Interest  | 96                 | 8                  | 104                | 534   |
| Lease receivable - due within one year                  | -                  | 52                 | 52                 | -   |
| Due from other funds                                    | -                  | -                  | -                  | 9,842   |
| Inventories and prepaid items                           | -                  | -                  | -                  | 44  |
| <b>Total current assets</b>                             | <b>12,671</b>      | <b>1,303</b>       | <b>13,974</b>      | <b>79,874</b>   |
| Noncurrent assets:                                      |                    |                    |                    |   |
| Lease receivable - due in more than one year            | -                  | 347                | 347                | -   |
| Capital assets:   |                    |                    |                    |   |
| Non-depreciable/amortizable                             | -                  | 685                | 685                | 23  |
| Depreciable/amortizable, net                            | 57                 | 7,707              | 7,764              | 2,701   |
| <b>Total capital assets, net</b>                        | <b>57</b>          | <b>8,392</b>       | <b>8,449</b>       | <b>2,724</b>  |
| <b>Total noncurrent assets</b>                          | <b>57</b>          | <b>8,739</b>       | <b>8,796</b>       | <b>2,724</b>  |
| <b>Total assets</b>                                     | <b>12,728</b>      | <b>10,042</b>      | <b>22,770</b>      | <b>82,598</b>   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                   |                    |                    |                    |   |
| Related to OPEB   | 64                 | 29                 | 93                 | 364   |
| Related to pensions                                     | 257                | 119                | 376                | 1,473   |
| <b>Total deferred outflows of resources</b>             | <b>321</b>         | <b>148</b>         | <b>469</b>         | <b>1,837</b>  |
| <b>LIABILITIES</b>                                      |                    |                    |                    |   |
| Current liabilities:                                    |                    |                    |                    |   |
| Accounts payable  | 164                | 3                  | 167                | 6,495   |
| Accrued payroll   | 22                 | 15                 | 37                 | 140   |
| Due to other funds                                      | -                  | 2                  | 2                  | 22  |
| Interest payable  | 3                  | -                  | 3                  | 26  |
| Advances to other funds - due within one year           | 900                | -                  | 900                | -   |
| Compensated absences - due within one year              | 3                  | -                  | 3                  | 19  |
| Long-term debt - due in more than one year              | -                  | -                  | -                  | 607   |
| Accrued closure/postclosure - due within one year       | 23                 | -                  | 23                 | -   |
| Claims payable - due within one year                    | -                  | -                  | -                  | 6,546   |
| <b>Total current liabilities</b>                        | <b>1,115</b>       | <b>20</b>          | <b>1,135</b>       | <b>13,855</b>   |
| Noncurrent liabilities:                                 |                    |                    |                    |   |
| Advances to other funds - due in more than one year     | 25,748             | -                  | 25,748             | -   |
| Compensated absences - due in more than one year        | 25                 | 4                  | 29                 | 141   |
| Long-term debt - due in more than one year              | -                  | -                  | -                  | 1,683   |
| Accrued closure/postclosure - due in more than one year | 40,997             | -                  | 40,997             | -   |
| Claims payable - due in more than one year              | -                  | -                  | -                  | 32,218  |
| Net OPEB liability                                      | 1,033              | 301                | 1,334              | 3,564   |
| Net pension liability                                   | 539                | 188                | 727                | 2,293   |
| <b>Total noncurrent liabilities</b>                     | <b>68,342</b>      | <b>493</b>         | <b>68,835</b>      | <b>39,899</b>   |
| <b>Total liabilities</b>                                | <b>69,457</b>      | <b>513</b>         | <b>69,970</b>      | <b>53,754</b>   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                    |                    |                    |                    |   |
| Related to leases                                       | -                  | 389                | 389                | -   |
| Related to OPEB   | 286                | 132                | 418                | 1,637   |
| Related to pensions                                     | 49                 | 23                 | 72                 | 282   |
| <b>Total deferred inflows of resources</b>              | <b>335</b>         | <b>544</b>         | <b>879</b>         | <b>1,919</b>  |
| <b>NET POSITION</b>                                     |                    |                    |                    |   |
| Net investment in capital assets                        | 57                 | 8,392              | 8,449              | 2,491   |
| Restricted for landfill closure costs                   | 12,420             | -                  | 12,420             | -   |
| Unrestricted (deficit)                                  | (69,220)           | 741                | (68,479)           | 26,271  |
| <b>Total net position</b>                               | <b>\$ (56,743)</b> | <b>\$ 9,133</b>    | <b>\$ (47,610)</b> | <b>\$ 28,762</b>  |

See accompanying Notes to the Basic Financial Statements.

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**County of Imperial**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | <u>Major Funds</u> |                            |                    | Governmental<br>Activities<br>Internal<br>Service Funds |
|---|--------------------|----------------------------|--------------------|---|
|   | <u>Sanitation</u>  | <u>Non-major<br/>Funds</u> | <u>Total</u>       |   |
| <b>OPERATING REVENUES:</b>                    |                    |                            |                    |   |
| Sales and charges for services                | \$ 2,009           | \$ 805                     | \$ 2,814           | \$ 75,409   |
| Other operating revenue                       | 2,122              | -                          | 2,122              | -   |
| <b>Total operating revenues</b>               | <u>4,131</u>       | <u>805</u>                 | <u>4,936</u>       | <u>75,409</u>   |
| <b>OPERATING EXPENSES:</b>                    |                    |                            |                    |   |
| Salaries and benefits                         | 503                | 233                        | 736                | 2,792   |
| Services and supplies                         | 10,689             | 474                        | 11,163             | 66,651  |
| Depreciation and amortization                 | 77                 | 623                        | 700                | 800   |
| <b>Total operating expenses</b>               | <u>11,269</u>      | <u>1,330</u>               | <u>12,599</u>      | <u>70,243</u>   |
| <b>OPERATING INCOME (LOSS)</b>                | <u>(7,138)</u>     | <u>(525)</u>               | <u>(7,663)</u>     | <u>5,166</u>  |
| <b>NONOPERATING REVENUES (EXPENSES):</b>      |                    |                            |                    |   |
| Investment income                             | 143                | (9)                        | 134                | 897   |
| Interest expense                              | -                  | -                          | -                  | (116)   |
| Intergovernmental revenue                     | -                  | 210                        | 210                | -   |
| Gain(loss) on disposal of property            | 51                 | -                          | 51                 | 213   |
| <b>Total nonoperating revenues (expenses)</b> | <u>194</u>         | <u>201</u>                 | <u>395</u>         | <u>994</u>  |
| <b>INCOME (LOSS) BEFORE TRANSFERS</b>         | <u>(6,944)</u>     | <u>(324)</u>               | <u>(7,268)</u>     | <u>6,160</u>  |
| <b>TRANSFERS</b>                              |                    |                            |                    |   |
| Transfers out                                 | (715)              | -                          | (715)              | -   |
| <b>Total transfers</b>                        | <u>(715)</u>       | <u>-</u>                   | <u>(715)</u>       | <u>-</u>  |
| <b>Changes in net position</b>                | (7,659)            | (324)                      | (7,983)            | 6,160   |
| <b>NET POSITION (DEFICIT):</b>                |                    |                            |                    |   |
| Beginning of year                             | (49,084)           | 9,457                      | (39,627)           | 22,602  |
| End of year                                   | <u>\$ (56,743)</u> | <u>\$ 9,133</u>            | <u>\$ (47,610)</u> | <u>\$ 28,762</u>  |

**County of Imperial**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Major Funds |                    |           | Governmental<br>Activities<br>Internal<br>Service Funds |
|--|-------------|--------------------|-----------|---|
|  | Sanitation  | Non-major<br>Funds | Total     |   |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                                     |             |                    |           |   |
| Cash received from customers   | \$ 2,008    | \$ 801             | \$ 2,809  | \$ 75,401   |
| Cash payments to suppliers for goods and services                                | (3,329)     | (481)              | (3,810)   | (66,743)  |
| Cash payments to employees for services  | (514)       | (218)              | (732)     | (2,811)   |
| <b>Net cash provided by (used in) operating activities</b>                       | 287         | 102                | 389       | 5,847   |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>                           |             |                    |           |   |
| Operating grants   | -           | 210                | 210       | -   |
| Borrowing from other funds   | 1,323       | -                  | 1,323     | 18,197  |
| Repayment to other funds   | -           | -                  | -         | 22  |
| Transfers to other funds   | (715)       | -                  | (715)     | -   |
| <b>Net cash provided by (used in) noncapital financing activities</b>            | 608         | 210                | 818       | 18,219  |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>                 |             |                    |           |   |
| Acquisition of capital assets  | -           | -                  | -         | (358)   |
| Proceeds from the sale of assets   | -           | -                  | -         | 213   |
| Principal payment of long-term debt  | -           | -                  | -         | (33)  |
| Interest paid on debt  | 54          | -                  | 54        | (92)  |
| <b>Net cash provided by (used in) capital and related financing activities</b>   | 54          | -                  | 54        | (270)   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                                     |             |                    |           |   |
| Interest from investments  | 73          | (15)               | 58        | 507   |
| <b>Net cash provided by (used in) investing activities</b>                       | 73          | (15)               | 58        | 507   |
| <b>Net change in cash and cash equivalents</b>                                   | 1,022       | 297                | 1,319     | 24,303  |
| <b>CASH AND CASH EQUIVALENTS:</b>  |             |                    |           |   |
| Beginning of year  | 11,552      | 945                | 12,497    | 45,143  |
| End of year  | \$ 12,574   | \$ 1,242           | \$ 13,816 | \$ 69,446   |
| <b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO STATEMENT OF NET POSITION:</b> |             |                    |           |   |
| Cash and cash investments  | \$ 154      | \$ 1,242           | \$ 1,396  | \$ 69,446   |
| Restricted cash and investments  | 12,420      | -                  | 12,420    | -   |
| <b>Total cash and cash equivalents</b>   | \$ 12,574   | \$ 1,242           | \$ 13,816 | \$ 69,446   |

(Continued)

**County of Imperial**  
**Statement of Cash Flows (Continued)**  
**Proprietary Funds**  
**For the Year Ended June 30, 2023**

|  | <u>Major Funds</u> |                            |               | Governmental<br>Activities<br>Internal<br>Service Funds |
|--|--------------------|----------------------------|---------------|---|
|  | <u>Sanitation</u>  | <u>Non-major<br/>Funds</u> | <u>Total</u>  |   |
| <b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET<br/>CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b> |                    |                            |               |   |
| Operating income (loss)  | \$ (7,138)         | \$ (525)                   | \$ (7,663)    | \$ 5,166  |
| Adjustments to reconcile operating (loss) to net<br>cash provided by (used in) operating activities:         |                    |                            |               |   |
| Depreciation   | 77                 | 623                        | 700           | 800   |
| Changes in operating assets and liabilities, and<br>deferred outflows and inflows of resources:              |                    |                            |               |   |
| Accounts receivable, net   | (1)                | (1)                        | (2)           | (8)   |
| Lease receivable   | -                  | 104                        | 104           | -   |
| Inventories and prepaid items  | -                  | -                          | -             | (14)  |
| Deferred outflows - OPEB related   | 8                  | (1)                        | 7             | 39  |
| Deferred outflows - pension related  | (34)               | (34)                       | (68)          | (231)   |
| Accounts payable   | 151                | (7)                        | 144           | 814   |
| Accrued payroll  | -                  | 6                          | 6             | 15  |
| Compensated absences   | -                  | (2)                        | (2)           | (2)   |
| Accrued closure/postclosure  | 7,209              | -                          | 7,209         | -   |
| Claims payable   | -                  | -                          | -             | (892)   |
| Net OPEB liability   | (156)              | (72)                       | (228)         | (893)   |
| Net pension liability  | 331                | 153                        | 484           | 1,899   |
| Deferred inflows - lease related   | -                  | (107)                      | (107)         | -   |
| Deferred inflows - OPEB related  | 136                | 74                         | 210           | 797   |
| Deferred inflows - pension related   | (296)              | (109)                      | (405)         | (1,643)   |
| Total adjustments  | <u>7,425</u>       | <u>627</u>                 | <u>8,052</u>  | <u>681</u>  |
| <b>Net cash provided by (used in) operating activities</b>   | <u>\$ 287</u>      | <u>\$ 102</u>              | <u>\$ 389</u> | <u>\$ 5,847</u>   |
| <b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>   |                    |                            |               |   |
| Inception of lease agreement   | \$ -               | \$ -                       | \$ -          | \$ 2,091  |
| <b>Total noncash capital and related financing activities</b>  | <u>\$ -</u>        | <u>\$ -</u>                | <u>\$ -</u>   | <u>\$ 2,091</u>   |

(Concluded)

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## **Fiduciary Funds Financial Statements**

***Custodial funds*** - These funds are used to report fiduciary activities that are not required to be reported in pension (and other employee benefit) trust funds, investment trust funds, or private purpose trust funds. This includes various Community Facilities Districts and Assessments Districts.

***Private Purpose Funds*** - These funds account for resources of all other trust arrangements in which principal and income benefit individuals, private organizations, or other governments (i.e. unclaimed property/escheat property). This includes the Successor Agency Private Purpose Trust Fund.

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**County of Imperial**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2023 (in thousands)**

|   | Pension<br>Trust Fund | OPEB<br>Trust Fund | Investment<br>Trust Fund | Private-Purpose<br>Trust Fund | Custodial<br>Funds |
|---|-----------------------|--------------------|--------------------------|-------------------------------|--------------------|
| <b>ASSETS</b>                                     |                       |                    |                          |                               |                    |
| Cash and investments                              | \$ 2,715              | \$ 1,704           | \$ 741,152               | \$ 4,419                      | \$ 80,209          |
| Deposits with others                              | -                     | -                  | -                        | 2,906                         | -                  |
| Contribution receivable                           | 2,220                 | -                  | -                        | -                             | -                  |
| Accounts receivable                               | 417                   | -                  | 40                       | -                             | 870                |
| Interest receivable                               | 685                   | -                  | 424                      | 31                            | 754                |
| Investments at fair value:                        |                       |                    |                          |                               |                    |
| Fixed income                                      | 243,697               | -                  | -                        | -                             | -                  |
| Domestic equalities                               | 373,453               | -                  | -                        | -                             | -                  |
| International equalities                          | 202,918               | -                  | -                        | -                             | -                  |
| Private credit and equity                         | 162,150               | -                  | -                        | -                             | -                  |
| Real estate                                       | 116,229               | -                  | -                        | -                             | -                  |
| <b>Total investments at fair value</b>            | <u>1,098,447</u>      | <u>-</u>           | <u>-</u>                 | <u>-</u>                      | <u>-</u>           |
| Capital assets, net                               | 515                   | -                  | -                        | -                             | -                  |
| <b>Total assets</b>                               | <u>1,104,999</u>      | <u>1,704</u>       | <u>741,616</u>           | <u>7,356</u>                  | <u>81,833</u>      |
| <b>LIABILITIES</b>                                |                       |                    |                          |                               |                    |
| Accounts payable                                  | 626                   | -                  | 18,682                   | -                             | 1,353              |
| <b>Total liabilities</b>                          | <u>626</u>            | <u>-</u>           | <u>18,682</u>            | <u>-</u>                      | <u>1,353</u>       |
| <b>NET POSITION</b>                               |                       |                    |                          |                               |                    |
| Held for:   |                       |                    |                          |                               |                    |
| Pension   | 1,104,373             | -                  | -                        | -                             | -                  |
| OPEB benefits                                     | -                     | 1,704              | -                        | -                             | -                  |
| Pool participants                                 | -                     | -                  | 722,934                  | -                             | -                  |
| Individuals, organizations, and other governments | -                     | -                  | -                        | 7,356                         | 80,480             |
| <b>Total net position</b>                         | <u>\$ 1,104,373</u>   | <u>\$ 1,704</u>    | <u>\$ 722,934</u>        | <u>\$ 7,356</u>               | <u>\$ 80,480</u>   |

**County of Imperial**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Pension<br>Trust Fund | OPEB<br>Trust Fund | Investment<br>Trust Fund | Private-Purpose<br>Trust Fund | Custodial<br>Funds |
|--|-----------------------|--------------------|--------------------------|-------------------------------|--------------------|
| <b>ADDITIONS:</b>                              |                       |                    |                          |                               |                    |
| Employer contributions                         | \$ 29,346             | \$ -               | \$ -                     | \$ -                          | \$ -               |
| Plan member contributions                      | 16,813                | -                  | -                        | -                             | -                  |
| Investment income (loss)                       | 81,100                | 197                | (3,336)                  | (65)                          | 988                |
| Other additions                                | 2                     | -                  | 1,142,852                | 2,429                         | 181,442            |
| <b>Total additions</b>                         | <b>127,261</b>        | <b>197</b>         | <b>1,139,516</b>         | <b>2,364</b>                  | <b>182,430</b>     |
| <b>DEDUCTIONS:</b>                             |                       |                    |                          |                               |                    |
| Benefits paid to participants or beneficiaries | 55,984                | -                  | -                        | -                             | -                  |
| Administrative expenses                        | 3,057                 | 10                 | 969,286                  | 53                            | 17,602             |
| Payments to other governments                  | -                     | -                  | 295                      | -                             | 151,684            |
| Other expenses                                 | 230                   | -                  | -                        | -                             | -                  |
| <b>Total deductions</b>                        | <b>59,271</b>         | <b>10</b>          | <b>969,581</b>           | <b>53</b>                     | <b>169,286</b>     |
| <b>Change in net position</b>                  | <b>67,990</b>         | <b>187</b>         | <b>169,935</b>           | <b>2,311</b>                  | <b>13,144</b>      |
| <b>NET POSITION:</b>                           |                       |                    |                          |                               |                    |
| Beginning of year                              | 1,036,383             | 1,517              | 552,999                  | 5,045                         | 67,336             |
| End of year                                    | <u>\$ 1,104,373</u>   | <u>\$ 1,704</u>    | <u>\$ 722,934</u>        | <u>\$ 7,356</u>               | <u>\$ 80,480</u>   |

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**County of Imperial**  
**Index of Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2023**

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**County of Imperial**  
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**County of Imperial**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies**

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

**A. Financial Reporting Entity**

The County is a legal subdivision of the State of California charged with governmental powers. The County’s powers are exercised through a five-member Board of Supervisors (the “Board”) which, as the governing body of the County, is responsible for the legislative and executive control of the County. The County provides various services on a countywide basis including law and justice, education, detention, social, health, fire protection, road construction, road maintenance, transportation, park and recreation facilities, elections and records, communications, planning, zoning, and tax collection.

**Blended Component Units**

The financial reporting entity consists of the primary government, the County, and its component units. Component units are legally separate entities for which the elected officials of the primary government are financially accountable. While each of these component units is legally separate from the County, the County is financially accountable for these entities. Financial accountability is primarily demonstrated by the County’s Board acting as, or appointing, the governing board for each of the component units and its ability to impose its will. Because of their relationship with the County and the nature of their operations, component units are, in substance, part of the County’s operations and, accordingly, the activities of these component units are combined, or blended, with the activities of the County for purposes of reporting in the accompanying basic financial statements. The discretely presented component units are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the County.

In conformity with U.S. GAAP, the financial statements of ten component units have been included and combined with financial data of the County. Nine component units have an integral relationship with and serve as an extension of the County. Using the criteria of Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity*, management has determined that each entity is presented as a blended component unit due to the composition of each governing board and the control of the day-to-day activities through the budget process. One component unit is presented discretely. Each blended and discretely presented component unit has a June 30 fiscal year-end.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the County's Board. The financial statements of the individual component units may be obtained by writing to the County of Imperial, Controller's Office, 940 Main Street, El Centro, California 92243.

*County of Imperial Employees' Retirement System.* The County of Imperial Employees' Retirement System (ICERS) was established to provide retirement benefits to employees of the county and other member agencies. ICERS provides a majority of its services for the benefit of the County and is reported as a pension trust fund in the basic financial statements.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

**A. Financial Reporting Entity (Continued)**

**Blended Component Units (Continued)**

*In-Home Supportive Services Public Authority.* The County of Imperial Board of Supervisors, pursuant to Welfare and Institutions Code Section 12301.6, established the In-Home Supportive Services Public Authority (IHSS). IHSS provides screening, training and referral of in-home supportive service providers and assists eligible individuals, who are unable to care for themselves at home, in finding qualified persons to assist them. Its board members are the same as the county Board of Supervisors and management of the primary government has operational responsibility for the component unit. The activities of the IHSS are included in a special revenue fund which is reported as part of the nonmajor governmental funds.

*Special Districts and Service Areas.* The County has 7 agencies referred to as county special districts and service areas. Each is established by the county for the purpose of providing specific services in a defined geographic area. Their board members are the same as the county Board of Supervisors and management of the primary government has operational responsibility for the component units. The 7 agencies and the special revenue fund in which each is included are: Air Pollution Control District; Country Club Sewer Maintenance District; Niland County Sanitation District; Niland Fire Protection District; Niland Service Area; Gateway Service Area; Imperial Center Lighting Maintenance District. These special revenue funds are reported as nonmajor governmental funds.

**Discretely Presented Component Units**

The **Children and Families First Commission (Commission)** was established in March 1999 under the authority of the California Children and Families First Act of 1998 and sections 130100, et seq. of the Health and Safety Code. The Commission accounts for receipts and disbursements of California Children and First Families Trust Fund allocations and appropriations to the Commission. The Commission is a discretely presented component unit as the County Board appointed all members of the Commission and is able to impose its will because it can remove appointed members at will. The Commission issues a stand-alone financial report, which may be obtained by contacting the Commission at 1225 Main Street, Suite B, El Centro, California 92243.

**Presentation of Financial Information Related to County Fiduciary Responsibilities**

The basic financial statements also include an Investment Trust fund to account for cash and investments held by the County Treasurer for numerous self-governed school and special districts. The financial reporting for these governmental entities, which are independent of the County, is limited to the total amount of cash and investments and other assets. School and special district boards that are separately elected and that are independent of the County Board administer activities of the school districts and special districts. The County Auditor-Controller makes disbursements upon the request of the responsible self-governed special district officers. The Board has no effective authority to govern, manage, approve budgets, assume financial accountability, establish revenue limits, or appropriate surplus funds available in these entities. Therefore, these entities are fiscally independent of the County. Seventeen cities and numerous self-governed special districts provide services to the residents of the County. The operations of these entities have been excluded from the basic financial statements since each entity conducts its own day-to-day operations and is controlled by its own governing board.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

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

**Government-Wide Financial Statements**

The Statement of Net Position and Statement of Activities display information about the primary government (the County) and its component units. These statements include the financial activities of the overall government, excluding fiduciary activities. These statements distinguish between the governmental and business-type activities of the County, and between the County and its discretely presented component unit. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities that rely, to a significant extent, on fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Expenses by function have been adjusted for any internal service profit/loss existing at fiscal year-end. Program revenues include (1) charges paid by the recipients of goods or services offered by the programs and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

**Fund Financial Statements**

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Separate statements for each fund category – *governmental, proprietary, and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Proprietary fund *operating* revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. *Operating* expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All expenses not meeting this definition are reported as *nonoperating* expenses.

The County reports the following major governmental funds:

**General Fund** - The General Fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes activities such as general government, public protection, public ways and facilities, health and sanitation, public assistance, and education.

**Health Realignment Fund** - This fund is used to account for the State's allocation of dedicated revenues to cover County public health program costs. The Health Realignment revenues are restricted for certain health and mental health services.

**1911 Realignment Fund** - Realignment is the shifting of responsibility and funding for a number of public services from the state to local government. Revenues are derived from percentages of state sales tax and vehicle license fees.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

**B. Basis of Presentation, Accounting and Measurement Focus (Continued)**

**Fund Financial Statements (Continued)**

**Social Services Fund** - This fund is used to provide separate fund accountability for the Social Services department. Social Services assists with Imperial Valley Continuum of Care, Aging and Disability Services, Transitional Services, and Children and Family Services. The Social Services Fund accounts for federal and state grant revenues that are restricted for specific services.

**American Rescue Plan Act** - This fund is used to account for the American Rescue Plan Act grant.

**Behavioral Health Services** - The Behavioral Health Services Fund contains the community Mental Health portion of the County's total Mental Health program. Various community programs are funded within this budget including inpatient, outpatient, partial day, diagnostic evaluations, children services, aftercare, conservatorship services, continuing care, community client contact, mental health promotion, and social service. Following is list of the programs and services provided: Administration, Community Services, Continuing Care Program, 24-Hour Care, Outpatient Care, Day-Care Treatment, Aftercare/Conservatorship, and Children's Service.

The County reports the following major enterprise fund:

**Sanitation Fund** - This fund is used to account for the County's activities related to drainage operations. The Sanitation Fund reflects the cost of the Solid Waste Disposal Program including operation, acquisition, source reduction recycling program, and closure/post-closure requirements. Revenues consist of user fees. Additionally, the Sanitation Fund accounts for funds pursuant to State Law requiring funds to cover the estimated cost of solid waste closure and post-closure activities. Each County operated site must have a plan to specifically address the physical requirements, as closure becomes necessary and the post-closure ongoing monitoring requirements.

*Internal service funds* account for the County's Risk Management accounts for self-insurance programs – workers' compensation, liability, unemployment, employee health/dental/vision benefits, medical malpractice, auto, case management and information systems on a cost-reimbursement basis. Internal service funds are presented in summary form as part of the proprietary fund financial statements. In the government-wide financial statements, the changes in net position at the end of the fiscal year, as presented in the statement of activities, were allocated to the functions of both the governmental and business-type activities, to reflect the entire activity for the year. Since the predominant users of the internal services are the County's governmental activities, the asset and liability balances of the internal service funds are consolidated into the governmental activities column at the government-wide level.

*The County of Imperial Employees' Retirement System fund* accounts for the assets, contributions, and benefit payments of ICERS. The County's pension trust fund uses the economic resources measurement focus and accrual basis of accounting.

*The OPEB Trust fund* accounts for the assets, contributions, and benefit payments of the County's OPEB Trust. The County's OPEB trust fund uses the economic resources measurement focus and accrual basis of accounting.

*The Investment trust fund* accounts for the external portion of the County Treasurer's investment pool held in trust, as defined by GASB Statement No. 84, *Fiduciary Activities*. External investment pool participants include entities legally separate from the County, such as school and special districts governed by local boards, regional boards, and authorities. This fund accounts for assets, primarily cash and investments, held or invested by the County Treasurer and the related County liability to disburse these monies on demand to the related external entities. The County's investment trust fund uses the economic resources measurement focus and accrual basis of accounting.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

***B. Basis of Presentation, Accounting and Measurement Focus (Continued)***

*The Private-purpose trust fund* account for resources held and administered by the County in a fiduciary capacity for individuals, private organizations, or other governments based on trust arrangements. The fund accounts for the resources held and administered by the County in a fiduciary capacity for the Public Guardian and the Public Administrator. The County's private-purpose trust fund uses the economic resources measurement focus and accrual basis of accounting.

*The Custodial funds* account for assets held by the County in a custodial capacity. The funds reported as custodial funds are not required to be reported in pension (and other employee benefit) trust funds or investment trust funds, or private-purpose trust funds. These include funds held for transportation projects, unportioned property taxes and other custodial funds.

**Basis of Accounting**

The government-wide, proprietary and fiduciary fund 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 at the time the liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants, and charges for services are accrued when their receipt occurs within 60 days after the end of the accounting period so as to be both measurable and available. If revenues are expected to be received later than 60 days following the end of the fiscal year, then a receivable is recorded along with deferred inflows of resources. Once the grant reimbursement is received, revenue and cash are recorded, and the receivable and deferred inflows of resources are eliminated. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

***C. Cash, Cash Equivalents and Investments***

Cash is considered to be cash on hand, cash in bank and imprest cash. All short-term investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, they have an original maturity of three months or less. The County has stated required investments at fair value in the accompanying financial statements using the fair value measurement within the fair value hierarchy established by GAAP.

The County Pool is not registered as an investment company with the Securities and Exchange Commission (SEC). California Government Code statutes and the County Board of Supervisors set forth the various investment policies that the County Treasurer must follow.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

**C. Cash, Cash Equivalents and Investments (Continued)**

Public schools districts, cemetery districts, fire protection districts and other special districts within the County are required by legal provisions to participate in the County’s investment pool. The deposits held for these districts are included in the Investment Trust Fund.

For purposes of the statement of cash flows, amounts reported as cash and cash equivalents, include amounts on deposit in the County pool and any short-term, highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates.

Statutes authorize the County to invest its surplus cash in obligations of the U.S. Treasury, agencies and instrumentalities, corporate bonds, rated P-1 by Standard & Poor’s Corporation or A-1 by Moody’s Investor Services, bankers acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. Gains and losses are recognized based upon the specific identification method. All pooled investments are reported at fair value.

Certain disclosure requirements, if applicable, for deposits and investment risks in the following areas:

- Interest rate risk
- Credit risk
  - Overall
  - Custodial credit risk
  - Concentration of credit risk
- Foreign currency risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

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

Levels of inputs are as follows:

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

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

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

**D. Inventories**

Inventories are valued at cost, which is determined on a first-in, first-out basis. Inventory in the General and Other Governmental Funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are used.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

---

**Note 1 – Summary of Significant Accounting Policies (Continued)**

***E. Leases***

Lessee

The County has a policy to recognize a lease liability and a right-to-use lease asset (lease asset) in the government-wide financial statements. The County recognizes lease liabilities with an initial, individual value of \$25,000 or more.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made.

Lease assets are recorded at the amount of the initial measurement of the lease liabilities and modified by any lease payments made to the lessor at or before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term along with any initial direct costs that are ancillary charges necessary to place the lease assets into service. Lease assets are amortized using the straight-line method over the shorter of the lease term or the useful life of the underlying asset, unless the lease contains a purchase option that the County has determined is reasonably certain of being exercised. In this case, the lease asset is amortized over the useful life of the underlying asset.

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

- The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the County is reasonably certain to exercise.

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

Lease assets are reported as right to use along with other capital assets and lease liabilities are reported with long-term debt on the Statement of Net Position.

Lessor

The County is a lessor for leases of special purpose facilities, office and commercial space, and land. The County recognizes leases receivable and deferred inflows of resources in the financial statements.

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

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***E. Leases (Continued)***

Lessor (Continued)

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

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

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

***F. Subscription-Based Information Technology Arrangements (SBITAs)***

The County has a policy to recognize a SBITA liability and a right-to-use subscription asset (SBITA asset) in our financial statements with an initial, individual value of \$25,000 or more with a subscription term greater than one year.

At the commencement of a subscription, when the subscription asset is placed into service, the SBITA liability is measured at the present value of payments expected to be made during the subscription term. Future subscription payments are discounted using the County's incremental borrowing rate and the County recognizes amortization of the discount on the subscription liability as interest expense in subsequent financial reporting periods.

SBITA assets are measured as the sum of the initial subscription liability, payments made to the SBITA vendor before the commencement of the lease term, and capitalizable implementation costs less any incentives received from the SBITA vendor at or before the commencement of the subscription term. Subscription assets are amortized using the straight-line method over the subscription term.

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

- The County uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The subscription term includes the period during which the County has a noncancelable right to use the underlying IT asset. The subscription term also includes periods covered by an option to extend if it is reasonably certain to be exercised.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments and purchase option years that the County is reasonably certain to exercise. The County monitors changes in circumstances that would require a remeasurement of a subscription and will remeasure any subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

Right-to-use subscription assets are reported along with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.



**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**G. Capital Assets**

Capital assets, including infrastructure, are recorded at historical cost if purchased. Contributed fixed assets are valued at their estimated acquisition value on the date contributed. Capital assets include public domain (infrastructure) general fixed assets, which consist of certain improvements including roads, bridges, pavements in progress, and right of way. The County defines capital assets as assets with initial, individual costs of more than \$8 and an estimated useful life in excess of one year. Capital assets, including assets acquired under capital leases, are depreciated or amortized using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of fixed assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

Depreciation is provided using the straight-line method which means the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is fully depreciated. The estimated useful lives are as follows:

| <u>Asset Type</u> | <u>Years</u>   |
|-------------------|----------------|
| Buildings         | 40             |
| Equipment         | 5-15           |
| Office furniture  | 5              |
| Vehicles          | 3-5            |
| Infrastructure    | 20-50          |
| Leased asset      | Contract terms |

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

The County recognizes deferred outflows and inflows of resources in the government wide, governmental fund, and proprietary fund statements.

In addition to assets, the statement of net position 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 assets that applies to future periods and so will not be recognized as an outflow of resources (expense) until that time. The County has two items that are reported in this category on the government-wide and proprietary fund statements: 1) deferred outflows related to pensions; and 2) deferred outflows related to other post-employment benefits (OPEB).

In addition to liabilities, the statement of net position 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 assets that applies to future periods and will not be recognized as an inflow or resources (revenue or a credit to expense) until that time. The County has one item that is reported in this category on the governmental fund financial statements related to unavailable revenues, which are revenues not received within the period of availability and three items that are reported in this category on the government-wide and proprietary fund statements: 1) deferred inflows related to pensions; 2) deferred inflows related to other post-employment benefits (OPEB); and 3) deferred inflows relating to leases.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***I. Compensated Absences (Accrued Vacation, Sick Leave and Compensatory Time)***

County policy states that unused vacation leave may be accumulated up to a specified maximum and is paid at the time of termination from County employment. Vacation leave may not be accumulated in excess of 30 days or 240 hours, except that employees and appointive officers who have completed 15 years of continuous service may accumulate 40 days, or 320 hours.

The County is not obligated to pay for unused sick leave if an employee terminates prior to retirement. However, under the 1937 Act County Employees' Retirement Law, if the employee with less than 10 years of service elects to leave their funds on deposit with the retirement system (deferred retirement), the accumulated sick leave hours will be applied toward their retirement service credit. Upon retirement, employees have the option of 1) being compensated for 15% of the employee's sick leave hours, or 2) applying all the employee's accumulated sick leave hours as retirement service credit.

The County accrues for compensated absences in the government-wide and proprietary fund financial statements for which they are liable to make a payment directly.

***J. Pension Plans***

In government wide financial statements, retirement plans (pensions) are required to be recognized and disclosed using the accrual basis of accounting.

In general, the County recognizes a net pension liability, which represents the County's proportionate share of the excess of the total pension liability over the fiduciary net position of the pension reflected in the actuarial report provided by the County of Imperial Employees' Retirement System (ICERS). The net pension liability is measured as of the County's prior fiscal year-end. Changes in the net pension liability are recorded, in the period incurred, as pension expense or as deferred inflows of resources or deferred outflows of resources depending on the nature of the change. The changes in net pension liability that are recorded as deferred inflows or resources or deferred outflows of resources (that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience) are amortized over the weighted average remaining service life of all participants in the respective pension plan and are recorded as a component of pension expense beginning with the period in which they are incurred.

For purposes of measuring the net pension liability, deferred outflows/inflows of resources relating to pension, and pension expense, information about the fiduciary net position of the County's pension plan with ICERS and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as it is reported by ICERS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The following timeframes are used for pension reporting:

|                    |                               |
|--------------------|-------------------------------|
| Valuation date     | June 30, 2021                 |
| Measurement date   | June 30, 2022                 |
| Measurement period | July 1, 2021 to June 30, 2022 |

Projected earnings on pension investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources or deferred outflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred. Each subsequent year will incorporate an additional closed basis five-year period of recognition.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**K. Other Postemployment Benefits (OPEB)**

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the OPEB plan, the assets of which are held in an irrevocable trust, and additions to/deductions from the OPEB plan’s fiduciary net position have been determined by an independent actuary (Note 13). For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. The Enterprise Funds are used to liquidate the OPEB liability.

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

|                    |                               |
|--------------------|-------------------------------|
| Valuation date     | June 30, 2022                 |
| Measurement date   | June 30, 2022                 |
| Measurement period | July 1, 2021 to June 30, 2022 |

**L. Landfill Closure and Post-Closure Care Costs**

The County provides for closure and post-closure care costs over the life of the operating landfills as the permitted airspace of the landfill is used. Accordingly, the entire closure and post-closure care cost is recognized as an expense by the time the landfills are completely filled. The County also recognizes as expense closure and post-closure care costs for inactive landfills that have been closed under State and Federal regulations. The County, under State and Federal regulations, may be required to perform corrective action for contaminate releases at any of its active or inactive landfills. The County provides for remediation costs for landfills upon notification from the local water quality board that a specific landfill is considered to be in the evaluation monitoring phase. Upon notification, the County provides for these costs based on the most recent cost study information available.

**M. Interfund Transactions**

Interfund transactions are reflected as loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables, as appropriate. These transactions are subject to elimination upon consolidation and are referred to as either “due to/due from other funds” (the current portion of interfund loans) or “advances to/advances from other funds” (the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances.” Advances between funds, as reported in the governmental fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are neither available for appropriation nor available as financial resources.

**N. Fund Balances**

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which the County is bound to honor constraints on how specific amounts can be spent.

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

**Restricted Fund Balance** – amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**N. Fund Balances (Continued)**

**Committed Fund Balance** – amounts that can only be used for specific purposes determined by formal action of the County’s highest level of decision-making authority (the Board of Supervisors) and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.

**Assigned Fund Balance** – amounts that are constrained by the County’s intent to be used for specific purposes. The intent can be established at either the highest level of decision making, or by a body or an official designated for that purpose. The Board of Supervisors establishes, modifies or rescinds fund balance assignments by passage of an ordinance or resolution. This is done through adoption of the budget and subsequent budget amendments that occur throughout the year.

**Unassigned Fund Balance** – the residual classification for the County’s General Fund that includes amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

When both restricted and unrestricted resources are available for use, it is the County’s policy to use restricted resources first, followed by the unrestricted, committed, assigned and unassigned resources as they are needed.

**O. Net Position**

Net position represents the resources that the County has available for use in providing services after its debt or other obligations are settled. These resources may not be readily available or spendable and consequently are classified into the following categories of net position in the government-wide financial statements.

**Net Investment in Capital Assets** – this amount is derived by subtracting the outstanding liabilities incurred by the County, including debt-related deferred outflows and inflows of resources, to buy or construct capital assets shown in the Statement of Net Position, net of depreciation and amortization.

**Restricted Net Position** – this category represents restrictions imposed on the use of the County’s resources by parties outside of the government or by law through constitutional provisions or enabling legislation. All of the County’s net position restrictions are externally imposed by outside parties, constitutional provisions or enabling legislation. Examples of restricted net position include federal and state grants that are restricted by grant agreements for specific purposes and restricted cash set aside for debt service payments or landfill closure costs.

**Unrestricted Net Position** – these assets are resources of the County that can be used for any purpose though they may not necessarily be liquid. In addition, assets in a fund that exceed the amounts required to be restricted by external parties or enabling legislation are reported as unrestricted net position.

When both restricted and unrestricted resources are available for use, the County’s policy is to use restricted resources first, then unrestricted resources that are needed.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***P. Property Tax***

All jurisdictions within California derive their taxing authority from the State Constitution and various legislative provisions contained in the Government Code and the Revenue and Taxation Code. Property is assessed by the County Assessor and State Board of Equalization at 100.0% of full cash or market value (with some exceptions) pursuant to Article XIII A of the California State Constitution and statutory provisions. The total for fiscal year 2022-23 gross assessed valuation (for tax purposes) of the County was \$14.97 billion.

The property tax levy to support general operations of the various local government jurisdictions is limited to 1.0% of the full cash value of taxable property and distributed in accordance with statutory formulas. Amounts needed to finance the annual requirements of voter-approved debt (approved by the electorate prior to June 20, 1978) are excluded from this limitation and are calculated and levied each fiscal year. The rates are formally adopted by the Board.

The County is divided into tax rate areas, which are unique combinations of various jurisdictions servicing a specific geographic area. The rates levied within each tax rate area vary only in relation to levies assessed as a result of voter-approved indebtedness.

Property taxes are levied on both real and personal property and are recorded at the date of levy. Secured property taxes are levied on or before the first business day of September of each year. These taxes become a lien on real property on January 1 proceeding the fiscal year for which taxes are levied. Tax payments can be made in two equal installments; the first is due November 1 and is delinquent with penalties after December 10; the second is due February 1 and is delinquent with penalties after April 10. Secured property taxes that are delinquent and unpaid as of June 30 are declared to be tax defaulted and are subject to redemption penalties, costs, and interest when paid. If the delinquent taxes are not paid at the end of five years, the property is sold at public auction and the proceeds are used to pay the delinquent amounts due and any excess is remitted, if claimed, to the taxpayer.

Supplemental tax liens are created when there is a change in ownership of property or upon completion of new construction. Tax bills for these new tax liens are issued throughout the fiscal year and contain various payments and delinquent dates but are generally due within one year. If the new tax liens are lower, the taxpayer receives a tax refund rather than a tax bill.

***Q. Use of Accounting Estimates***

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions, in some cases when applicable, that affect the amounts in the financial statements and the accompanying notes. Actual results could differ from the estimates.

***R. Implementation of New GASB Pronouncements for the Year Ended June 30, 2023***

The requirements of the following accounting standards are effective for the purpose of implementation, if applicable to the County, for the year ended June 30, 2023. The financial statements included herein apply the requirements and provisions of these statements, including necessary retroactive adjustments to financial statement classifications and presentations.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

***R. Implementation of New GASB Pronouncements for the Year Ended June 30, 2023 (Continued)***

*GASB Statement No. 91*

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

*GASB Statement No. 94*

In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Implementation of this statement did not have a significant effect on the County's financial statements for the fiscal year ended June 30, 2023.

*GASB Statement No. 96*

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

*GASB Statement No. 99*

In April 2022, GASB issued Statement No. 99, *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. Implementation of this Statement did not have a significant effect on the County's financial statements for the fiscal year ended June 30, 2023.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

**S. *Upcoming Government Accounting Standards Implementations***

The County is currently analyzing its accounting practices to determine the potential impact on the financial statements for the following GASB statements:

*GASB Statement No. 100*

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

*GASB Statement No. 101*

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

*GASB Statement No. 102*

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. That objective is achieved by requiring governments to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. The statement also requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Application of this statement is effective for the County’s fiscal year ending June 30, 2025. Earlier application is encouraged.

*GASB Statement No. 103*

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. Application of this statement is effective for the County’s fiscal year ending June 30, 2026.

*GASB Statement No. 104*

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. Application of this statement is effective for the County’s fiscal year ending June 30, 2026.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments**

The County maintains a Cash and Investment Pool (Pool) that is available for use by all funds. Interest earned on the investment pool is distributed to the participating funds using a formula based on the average daily balance of each fund.

Cash and investments are presented in the accompanying financial statements at June 30, 2023 as follows:

|  | Primary<br>Government | Component<br>Unit | Investment<br>Trust Fund | Private-Purpose<br>Trust Fund | Custodial<br>Funds | OPEB<br>Trust Fund | Pension<br>Trust Fund | Total               |
|--|-----------------------|-------------------|--------------------------|-------------------------------|--------------------|--------------------|-----------------------|---------------------|
| Cash and investments   | \$ 363,990            | \$ 5,481          | \$ 741,152               | \$ 4,419                      | \$ 80,209          | \$ -               | \$ -                  | \$ 1,195,251        |
| Restricted cash and investments                                      | 12,420                | -                 | -                        | -                             | -                  | -                  | -                     | 12,420              |
| Cash and investments with fiscal agent                               | 6,970                 | -                 | -                        | -                             | -                  | -                  | -                     | 6,970               |
| Cash and cash equivalents with others<br>external to investment pool | -                     | -                 | -                        | -                             | -                  | -                  | 2,715                 | 2,715               |
| Investments held with others<br>external to investment pool          | -                     | -                 | -                        | -                             | -                  | 1,704              | 1,098,447             | 1,100,151           |
| Deposits with others<br>external to investment pool                  | 917                   | -                 | -                        | 2,906                         | -                  | -                  | -                     | 3,823               |
| <b>Total cash and investments</b>                                    | <b>\$ 384,297</b>     | <b>\$ 5,481</b>   | <b>\$ 741,152</b>        | <b>\$ 7,325</b>               | <b>\$ 80,209</b>   | <b>\$ 1,704</b>    | <b>\$ 1,101,162</b>   | <b>\$ 2,321,330</b> |

Total County cash and investments at June 30, 2023, consisted of the following:

|   |                     |
|---|---------------------|
| <b>Cash:</b>  |                     |
| Cash on hand  | \$ 83               |
| Cash with financial institutions  | 112,135             |
| Cash and cash equivalents held with<br>others external to investment pool | 2,715               |
| <b>Total cash</b>   | <b>114,933</b>      |
| <b>Investments:</b>   |                     |
| Investments held in investment pool                                       | 1,106,246           |
| Investments with fiscal agents  | 6,970               |
| Deposits with others external to investment pool                          | 3,823               |
| Investments held with others external to investment pool                  | 1,100,151           |
| <b>Total investments</b>  | <b>2,206,397</b>    |
| <b>Total cash and investments</b>   | <b>\$ 2,321,330</b> |

**A. Investments**

Pursuant to California Government Code Section 53635, the County Treasurer prepares investment policy guidelines which are approved by the Board of Supervisors annually. The objectives of the policy are, in order of priority, safety of principal, liquidity, public trust and return on investment. All investments are made in accordance with the California Government Code Section 53601 and the Treasurer's policy, which, in general, is more restrictive than State law. Certain special districts and all public school districts are required by legal provisions to deposit their funds with the County Treasurer.

The County is a voluntary participant in the Local Agency Investment (LAIF) that is regulated by California government code Section 16429 under the oversight of the Treasurer of the State of California. The County's investment in this pool is reported in the accompanying financial statements at fair value based upon the County's prorate share of the amortized cost basis provided by LAIF for the entire LAIF portfolio, in relation to the amortized cost of that portfolio. The balance available for withdrawal is based on the accounting records maintained by LAIF. LAIF is not registered with the Securities and Exchange Commission (SEC) and is not rated. Deposit and withdrawals in governmental investment pools, such as LAIF are made on the basis of \$1 and not fair value.



**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments (Continued)**

**B. Investments Authorized by the California Government Code and the County’s Investment Policy**

The table below identifies the investment types that are authorized for the County by the California Government Code and the County's investment policy. The table also identifies certain provisions of the California Government Code (or the County's investment policy, if more restrictive) that address interest rate risk and concentration of credit risk.

| Authorized Investment Type                                      | Maximum Maturity | Maximum Specified % of Portfolio | Maximum Quality Requirements |
|---|------------------|----------------------------------|------------------------------|
| Local Agency Bonds  | 5 years          | n/a                              | n/a                          |
| U.S. Treasury Obligations                                       | 5 years          | n/a                              | n/a                          |
| State of California Obligations                                 | 5 years          | n/a                              | n/a                          |
| State of California Local Agency Obligations                    | 5 years          | n/a                              | n/a                          |
| Bankers' Acceptances  | 180 days         | 40%                              | n/a                          |
| Commercial Paper  | 270 days         | 40%                              | A-1, A                       |
| Commercial Paper Non Pooled                                     | 270 days         | 25%                              | n/a                          |
| Negotiable Certificates of Deposit                              | 5 years          | 30%                              | n/a                          |
| Placement Service Deposits                                      | 5 years          | n/a                              | n/a                          |
| Placement Service Certificates of Deposit                       | 5 years          | 30%                              | n/a                          |
| Repurchase Agreements   | 1 year           | n/a                              | n/a                          |
| Reverse Repurchase Agreements and Securities Lending Agreements | 92 days          | 20% combined of base value       | n/a                          |
| Medium-Term Notes   | 5 years          | 30%                              | n/a                          |
| Mutual Funds and Money Market Mutual Funds                      | 5 years          | 20%                              | A rating                     |
| Collateralized Bank Deposit                                     | 5 years          | n/a                              | Multiple                     |
| Mortgage Pass-Through Securities                                | 5 years          | 20%                              | n/a                          |
| County Pooled Investment Funds                                  | n/a              | n/a                              | AA rating                    |
| Joint Powers Authority Pool                                     | n/a              | n/a                              | Multiple                     |
| Local Agency Investment Fund                                    | n/a              | \$75M per account                | n/a                          |
| Voluntary Investment Program Fund and Supranational Obligations | 5 years          | 30%                              | AA rating                    |

**C. Risk Disclosure**

**Disclosures Relating to Credit Risk and Concentrations of Credit Risk**

Credit risk is the risk of loss due to an issuer of an investment not fulfilling its obligation to the holder of the investment. Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer. The Treasurer mitigates these risks by holding a diversified portfolio of high-quality investments.

The Treasurer’s Investment Policy sets specific parameters by type of investment to be met at the time of purchase. U.S. Treasury and agency securities are considered to be of the best quality grade, as such there is no limitation on amounts invested in U.S. Treasury or agency securities per California Government Code.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments (Continued)**

**C. Risk Disclosure (Continued)**

**Disclosures Relating to Credit Risk and Concentrations of Credit Risk (Continued)**

The following is a summary of the credit quality distribution by investment type as a percentage of fair value at June 30, 2023:

|  | <b>Credit Rating</b> |                |              | <b>% of Portfolio</b> |
|--|----------------------|----------------|--------------|-----------------------|
|  | <b>Moody's</b>       | <b>S&amp;P</b> | <b>Fitch</b> |                       |
| <b>Treasurers Pooled Investment:</b>   |                      |                |              |                       |
| Local Agency Investment Fund           | Not Rated            | Not Rated      | Not Rated    | 6.65%                 |
| CAMP Pool                              | Not Rated            | Not Rated      | Not Rated    | 11.00%                |
| Collateralized Certificates of Deposit | Not Rated            | Not Rated      | Not Rated    | 0.47%                 |
| Negotiable Certificates of Deposit     | P-1                  | A-1            | Not Rated    | 10.65%                |
| U.S. Government Agencies               | Aaa                  | AA+            | AAA          | 47.87%                |
| Union Bank Sweep                       | Not Rated            | Not Rated      | Not Rated    | 23.36%                |
|  |                      |                |              | <u>100%</u>           |

Investments in any one issuer (other than U.S. Treasury securities, money market mutual funds and external investment pools) that represent 5% or more of the total County investments are as follows:

| <b>Issuer</b>            | <b>Investment Type</b>   | <b>Amount</b> |
|--------------------------|--------------------------|---------------|
| Federal Home Loan Bank   | U.S. Government Agencies | \$ 91,224     |
| Federal Farm Credit Bank | U.S. Government Agencies | \$ 433,492    |

**Disclosures Relating to Custodial 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. However, some issuers do not seek a credit rating. For instance, the California Local Agency Investment Fund (LAIF) has not sought or received a credit rating. In these cases, the purchaser is solely responsible for performing their own due diligence before purchasing an investment or participating in an external investment pool. Certificates of deposit of \$250,000 or less are fully insured by the Federal Deposit Insurance Corporation (FDIC), and therefore, do not seek a credit rating.

Presented below is the actual rating as of June 30, 2023, for each investment-type as provided by Standard and Poor's investment rating system.

**Disclosures Relating to Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Treasurer mitigates this risk by making longer-term investments only with funds that are not needed for current cash flow purposes and holding these securities to maturity. The Treasurer uses the weighted average maturity method to identify and manage interest rate risk. The weighted average maturity of the investments with the Treasury as of June 30, 2023 was 521 days.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments (Continued)**

**C. Risk Disclosure (Continued)**

**Disclosures Relating to Interest Rate Risk (Continued)**

The following is a summary of investments held by the County as of June 30, 2023:

| <u>Investment Type</u>                                     | <u>Fair Value</u>   | <u>Maturity Range</u> | <u>Interest Rate Range</u> |
|--|---------------------|-----------------------|----------------------------|
| Local Agency Investment Fund                               | \$ 72,877           | On Demand             | 2.57%                      |
| CAMP Pool  | 120,518             | On Demand             | Varies                     |
| Collateralized Certificates of Deposit                     | 5,145               | 11/30/23 - 12/13/25   | 0.23% - 5.33%              |
| Negotiable Certificates of Deposit                         | 116,772             | 7/20/23 - 6/30/28     | 0.23% - 5.33%              |
| U.S. Government Agencies                                   | 524,716             | 8/7/23 - 1/6/28       | 3.91% - 5.35%              |
| Union Bank Sweep Account                                   | 256,070             | On Demand             |                            |
| <b>Total county's pooled investments</b>                   | <b>1,096,098</b>    |                       |                            |
| <b>Uncategorized Investments Held Outside County Pool:</b> |                     |                       |                            |
| Tobacco Settlement   | 6,970               |                       |                            |
| Mutual Funds - OPEB  | 1,704               |                       |                            |
| Money Market   | 272                 |                       |                            |
| Deferred Compensation                                      | 2,906               |                       |                            |
| ICERS Investments  | 1,098,447           |                       |                            |
| <b>Total investments held outside county pool</b>          | <b>1,110,299</b>    |                       |                            |
| <b>Total investments</b>                                   | <b>2,206,397</b>    |                       |                            |
| <b>Cash in Bank:</b>                                       |                     |                       |                            |
| Interest Bearing Accounts                                  | 112,135             |                       |                            |
| ICERS  | 2,715               |                       |                            |
| <b>Total cash in bank</b>                                  | <b>114,850</b>      |                       |                            |
| <b>Cash on Hand</b>  | <b>83</b>           |                       |                            |
| <b>Total cash and investments</b>                          | <b>\$ 2,321,330</b> |                       |                            |

**D. Condensed Financial Information**

The County Treasurer does not issue separate financial statements. Condensed financial information for the Pool as of and for the fiscal year ended June 30, 2023 is as follows:

|  |                     |
|--|---------------------|
| <b>Statement of Net Position:</b>                |                     |
| Equity of Internal Pool Participants             | \$ 467,081          |
| Equity of External Pool Participants             | 741,152             |
| <b>Total equity</b>                              | <b>\$ 1,208,233</b> |
| <b>Change in Net Position</b>                    |                     |
| Net Position at July 1, 2022                     | \$ 1,007,104        |
| Net Change in Net Position for Pool Participants | 201,129             |
| <b>Net position at June 30, 2023</b>             | <b>\$ 1,208,233</b> |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments (Continued)**

**E. Fair Market Value**

The Pool categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

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

The Pool has the following recurring fair value measurements as of June 30, 2023:

|   | <b>Total</b>        | <b>Fair Value Measurements Using</b>  |  |  |
|---|---------------------|---|--|--|
|   |                     | <b>Quoted Prices in<br/>Active Markets<br/>for Identical<br/>Assets<br/>(Level 1)</b> | <b>Significant<br/>Other<br/>Observable<br/>Inputs<br/>(Level 2)</b> | <b>Significant<br/>Unobservable<br/>Inputs<br/>(Level 3)</b> |
| <b>Investments measured by fair value level:</b>                  |                     |   |  |  |
| Negotiable Certificates of Deposit                                | \$ 116,772          | \$ -  | \$ 116,772   | \$ -   |
| U.S. Government Agencies  | 524,716             | -   | 524,716  | -  |
| <b>Total investments by fair value level</b>                      | <b>641,488</b>      | <b>\$ -</b>   | <b>\$ 641,488</b>  | <b>\$ -</b>  |
| <b>Investments measured based on uncategorized inputs</b>         |                     |   |  |  |
| Local Agency Investment Fund                                      | 72,877              |   |  |  |
| CAMP Pool   | 120,518             |   |  |  |
| Collateralized Certificates of Deposit                            | 5,145               |   |  |  |
| Union Bank Sweep  | 256,070             |   |  |  |
| Total investments at amortized cost                               | 454,610             |   |  |  |
| Total County's pooled investments                                 | 1,096,098           |   |  |  |
| <b>Uncategorized investments held outside County's pool</b>       |                     |   |  |  |
| Tobacco Settlement  | 6,970               |   |  |  |
| Mutual Funds - OPEB   | 1,704               |   |  |  |
| Money Market  | 272                 |   |  |  |
| Deferred Compensation   | 2,906               |   |  |  |
| ICERS Investments   | 1,098,447           |   |  |  |
| <b>Total uncategorized investments held outside County's pool</b> | <b>1,110,299</b>    |   |  |  |
| <b>Total investments</b>  | <b>\$ 2,206,397</b> |   |  |  |

**F. ICERS Investment and Related Notes**

Narratives and tables presented for investments managed by ICERS are taken directly from ICERS' financial statements deposit and investment risk disclosure and fair value measurement notes for the year ended June 30, 2023.

County Employees' Retirement Law of 1993 (CERL) vests the Board of Retirement with exclusive control over ICERS' investment portfolio. The Board of Retirement established an Investment Policy Statement in accordance with applicable local, State, and Federal laws. The Board of Retirement members exercise authority and control over the management of ICERS' assets (the Plan) by setting policy which the Investment Staff executes either internally, or through the use of external prudent experts. The Board of Retirement oversees and guides the Plan subject to the following basic fiduciary responsibilities:

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 2 – Cash and Investments (Continued)**

**F. ICERS Investment and Related Notes (Continued)**

- Solely in the interest of, and for the exclusive purpose of, providing economic benefits to participants and their beneficiaries.
- With the care, skill, prudence, and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with these matters would use in the conduct of an enterprise of a like character with like objectives.
- Diversify the investments of the Plan so as to minimize the risk of loss and to maximize the rate of return, unless under the circumstances, it is clearly prudent not to do so. Diversification is applicable to the deployment of the assets as a whole.

The Investment Policy Statement encompasses the following:

- Criteria for Selecting and Terminating Investment Managers
  - Investment Objective and Guidelines by Asset Class
  - Duties and Responsibilities of ICERS’ Board of Retirement
  - Duties and Responsibilities of Staff, Investment Managers, Custodian, and Investment Consultant
  - Proxy Voting
  - Statement of Objectives, Guidelines, and Procedures for each Investment Manager
- The Fixed Income Portfolio includes the following components:
- U.S. Core Income – This portion of the portfolio will provide exposure to the U.S. fixed income market (maturities greater than 1 year) including, but not limited to, Treasury and government agency bonds, corporate debt, mortgage bonds (including collateralized mortgage obligations (CMOs)), Yankees, and asset-backed securities. The portfolio will be comprised predominantly of investment grade issues.
  - U.S. Core Plus Fixed Income – This portfolio will provide exposure to the U.S. fixed income market (maturities greater than 1 year) including, but not limited to, Treasury and government agency bonds, corporate debt, mortgage bonds (including CMOs), Yankees, asset-backed securities, Eurodollar bonds, private placements, and emerging market bonds. The portfolio will be comprised of both investment grade and below-investment grade issues.

**Credit Quality Ratings of Investments in Fixed Income Securities**

The credit quality of investments in fixed income securities as rated by nationally recognized ratings organizations as of June 30, 2023, is as follows:

| <u>Quality Ratings</u> | <u>Fair Value</u> |
|------------------------|-------------------|
| Aaa                    | \$ 161,085        |
| Aaa                    | 4,950             |
| Aaa                    | 29,787            |
| Baa                    | 36,594            |
| Ba                     | 8,539             |
| B                      | 2,546             |
| N/R*                   | 196               |
| Total                  | <u>\$ 243,697</u> |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 2 – Cash and Investments (Continued)**

***F. ICERS Investment and Related Notes (Continued)***

**Credit Risk**

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. ICERS seeks to maintain a diversified portfolio of fixed income instruments in order to obtain the highest total return for the fund at an acceptable level of risk within this asset class.

ICERS has adopted policies specific to each investment manager (asset class) to manage credit risk. In general, fixed income securities should be well diversified to avoid undue exposure to any single economic sector, industry, or individual security. In addition, the portfolio's average risk level, as measured by quality ratings of recognized rating services, is expected to approximate AA or its equivalent.

**Custodial Credit Risk**

Custodial Credit Risk for deposits is the risk that, in the event of a financial institution's failure, ICERS would not be able to recover its deposits. Deposits are exposed to custodial credit risk if they are not insured or not collateralized. ICERS' deposits are not exposed to custodial credit risk as its deposits are eligible for and covered by "pass-through insurance" in accordance with applicable law and Federal Deposit Insurance Corporation (FDIC) rules and regulations. Additional insurance against loss and theft is provided through a Financial Institution Bond.

Custodial Credit Risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, ICERS would not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in ICERS' name, and held by the counterparty. ICERS' investment securities are not exposed to custodial credit risk because all securities are held by ICERS' custodial bank in ICERS' name. ICERS has investments in commingled funds that are not held by ICERS' custodial bank. However, investments in open-end mutual funds are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form. ICERS has no general policy on custodial credit risk for deposits.

**Concentration of Credit Risk**

As of June 30, 2023, ICERS did not hold any investments in any one issuer that would represent five percent (5%) or more of total investments. Investments issued or explicitly guaranteed by the U.S. government and pooled investments are excluded from this requirement.

**Interest Rate Risk**

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Duration is a measure of the price sensitivity of a fixed income portfolio to changes in interest rates. It is calculated as the weighted average time to receive a bond's coupon and principal payments. The longer the duration of a portfolio, the greater its price sensitivity to changes in interest rates.

ICERS does not have a general policy to manage interest rate risk. To manage interest rate risk, the modified adjusted duration of the Domestic Fixed Income Core and Core Plus Portfolios are restricted to +/- 25% of the Barclays Capital Aggregate Bond Index's modified adjusted duration. Deviations from any of the stated guidelines require prior written authorization from ICERS.

As of June 30, 2023, ICERS' Core Fixed Income manager had an effective duration of 6.71 years, while ICERS' Core Plus Fixed Income manager had an effective duration of 6.70 years.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments (Continued)**

**F. ICERS Investment and Related Notes (Continued)**

**Fixed Income Securities - Duration**

As of June 30, 2023, ICERS had the following securities:

| <u>Investment Type</u>                       | <u>Fair Value</u> | <u>Duration (in years)</u> |
|--|-------------------|----------------------------|
| Asset Backed Securities                      | \$ 10,460         | 2.31                       |
| Cash and Equivalents                         | 8,294             | 0.00                       |
| Commercial Mortgage-Backed Securities (CMBS) | 286               | 1.80                       |
| Corporate and Other Credit                   | 27,024            | 5.26                       |
| Government                                   | 34,842            | 10.05                      |
| Mortgage Backed-Agency                       | 23,284            | 15.57                      |
| Sub-total                                    | <u>104,190</u>    | 6.71                       |
| Core Plus Fixed Income*                      | 97,906            | 6.70                       |
| Treasury Inflation Protected Securities*     | 41,601            | 6.68                       |
| Total  | <u>\$ 243,697</u> |                            |

\*Investments in Commingled Funds

**Foreign Currency Risk**

Foreign Currency Risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. Although ICERS does not have a specific policy regarding foreign currency risk, ICERS seeks to mitigate this risk through its investment policy constraints. ICERS' international equity managers are permitted to invest in authorized countries. Forward currency contracts and currency futures (maturity ranging from at least 30 days and not to exceed one year for either instrument) are permitted for defensive currency hedging. Non-U.S. equity investments are targeted at 20% of the investment portfolio with a maximum investment of 34%.

**Derivatives**

The Board of Retirement's Investment Policy Statement and Manager Guidelines allow the use of derivatives by certain investment managers. Derivatives are financial instruments that derive their value, usefulness, and marketability from an underlying instrument which represents direct ownership of an asset or an obligation of an issuer whose payments are based on or "derived" from the performance of some agreed-upon benchmark. Managers are required to mark-to-market derivative positions daily. Substitution, risk control, and arbitrage are the only derivative strategies permitted: leverage is prohibited.

Derivatives are carried as assets when the fair value is positive and as liabilities when the fair value is negative. Gains and losses from derivatives are included in net investment income. The following types of derivatives are permitted: Futures contracts, forward currency contracts, and covered call options.

Futures Contracts - A futures contract represents an agreement to buy (long position) or sell (short position) an underlying asset at a specified future date for a specified price. Payment for the transaction is delayed until a future date, which is referred to as the settlement or expiration date. Futures contracts are standardized contracts traded on organized exchanges.

Forward Currency Contracts - A forward contract represents an agreement to buy or sell an underlying asset at a specified date in the future at a specified price. Payment for the transaction is delayed until the settlement or expiration date. A forward contract is a non-standardized contract that is tailored to each specific transaction. Forward currency contracts are used to control currency exposure and facilitate the settlement of international security purchase and sale transactions.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments (Continued)**

**F. ICERS Investment and Related Notes (Continued)**

**Derivatives (Continued)**

Option Contracts - An option contract is a type of derivative security in which a buyer (purchaser) has the right, but not the obligation, to buy or sell a specified amount of an underlying security at a fixed price by exercising the option before its expiration date. The seller (writer) has an obligation to buy or sell the underlying security if the buyer decided to exercise the option.

Fair values of derivatives contracts are obtained through ICERS' custodian bank, JP Morgan. JP Morgan uses an independent third-party pricing service for these price quotes. As of June 30, 2023, ICERS held no derivatives contracts.

**International Investment Securities at Fair Value**

ICERS' exposure to Foreign Currency Risk in U.S. dollars for equity and fixed income investments as of June 30, 2023, is as follows:

| Currency Type  | Equity     | Fixed<br>Income | Cash | Total      |
|--|------------|-----------------|------|------------|
| Australian Dollar  | \$ 11,699  | \$ -            | \$ - | \$ 11,699  |
| Brazilian Real   | 2,894      | -               | -    | 2,894      |
| British Pound  | 23,866     | -               | -    | 23,866     |
| Chilean Peso   | 156        | -               | -    | 156        |
| Chinese RNB  | 12,366     | -               | -    | 12,366     |
| Colombian Peso   | 119        | -               | -    | 119        |
| Czech Republic Koruna                                      | 124        | -               | -    | 124        |
| Danish Krone   | 4,717      | -               | -    | 4,717      |
| Euro Currency Unit   | 55,178     | -               | -    | 55,178     |
| Egyptian Pound   | 98         | -               | -    | 98         |
| Hong Kong Dollar   | 4,628      | -               | -    | 4,628      |
| Hungarian Forint   | 57         | -               | -    | 57         |
| Indian Rupee   | 6,804      | -               | -    | 6,804      |
| Indonesian Rupiah  | 1,329      | -               | -    | 1,329      |
| Israeli Shekel   | 1,006      | -               | -    | 1,006      |
| Japanese Yen   | 35,726     | -               | -    | 35,726     |
| Kazakhstan Tenge   | 236        | -               | -    | 236        |
| Kenyan Shilling  | 98         | -               | -    | 98         |
| Korean Won   | 3,380      | -               | -    | 3,380      |
| Kuwaiti Dinar  | 26         | -               | -    | 26         |
| Malaysian Ringgit  | 418        | -               | -    | 418        |
| Mexican Peso   | 1,922      | -               | -    | 1,922      |
| New Zealand Dollar   | 315        | -               | -    | 315        |
| Norwegian Krone  | 1,022      | -               | -    | 1,022      |
| Panamanian Balboa  | 158        | -               | -    | 158        |
| Philippine Peso  | 244        | -               | -    | 244        |
| Polish Zloty   | 335        | -               | -    | 335        |
| Qatari Riyal   | 172        | -               | -    | 172        |
| Saudi Riyal  | 1,195      | -               | -    | 1,195      |
| Singapore Dollar   | 2,233      | -               | -    | 2,233      |
| South African Rand   | 1,121      | -               | -    | 1,121      |
| South Korean Won   | 1,694      | -               | -    | 1,694      |
| Swedish Krona  | 5,173      | -               | -    | 5,173      |
| Swiss Franc  | 14,844     | -               | -    | 14,844     |
| Taiwan Dollar  | 6,855      | -               | -    | 6,855      |
| Thailand Baht  | 543        | -               | -    | 543        |
| Turkish Lira   | 226        | -               | -    | 226        |
| Emirati Dirham   | 819        | -               | -    | 819        |
| Total securities subject to<br>foreign currency risk       | 203,796    | -               | -    | 203,796    |
| U.S. dollar (securities held<br>by international managers) | 788        | -               | -    | 788        |
| Total international<br>investment securities               | \$ 204,584 | \$ -            | \$ - | \$ 204,584 |



**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 2 – Cash and Investments (Continued)**

**F. ICERS Investment and Related Notes (Continued)**

The following table represents the Fair Value Measurement of ICERS' investments as of June 30, 2023:

| Investment Type  | Total               | Fair Value Measurements Using   |   |  |
|--|---------------------|---|---|--|
|  |                     | Quoted Prices in<br>Active Markets for<br>Identical Assets<br>(Level 1) | Significant<br>Other<br>Observable<br>Inputs<br>(Level 2) | Significant<br>Unobservable<br>Inputs<br>(Level 3) |
| <b>Investments by Fair Value Level</b>                   |                     |   |   |  |
| Debt Securities:   |                     |   |   |  |
| Asset Backed Securities                                  | \$ 10,460           | \$ -  | \$ 10,460   | \$ -   |
| Commercial Mortgage-Backed Securities (CMBS)             | 286                 | -   | 286   | -  |
| Corporate and Other Credit                               | 27,024              | -   | 27,024  | -  |
| Mortgage Backed-Agency                                   | 23,284              | -   | 23,284  | -  |
| Government   | 34,842              | -   | 34,842  | -  |
| Short-Term and Equivalents                               | 8,294               | -   | 8,294   | -  |
| Total Debt Securities                                    | <u>104,190</u>      | <u>-</u>  | <u>104,190</u>  | <u>-</u>   |
| Commingled Funds:  |                     |   |   |  |
| Domestic Bond Funds                                      | 139,507             | -   | -   | 139,507  |
| Domestic Equity Funds                                    | 373,453             | -   | -   | 373,453  |
| International Equity Funds                               | 202,918             | -   | 25,982  | 176,936  |
| Total Commingled Funds                                   | <u>715,878</u>      | <u>-</u>  | <u>25,982</u>   | <u>689,896</u>                                     |
| Total Investments by Fair Value Level                    | <u>820,068</u>      | <u>\$ -</u>   | <u>\$ 51,964</u>  | <u>\$ 1,379,792</u>                                |
| <b>Investments measured at the Net Asset Value (NAV)</b> |                     |   |   |  |
| Real Estate Funds  | 116,229             |   |   |  |
| Private Equity Funds                                     | 162,150             |   |   |  |
| Total Investments Measured at NAV                        | <u>278,379</u>      |   |   |  |
| <b>Total investments</b>                                 | <u>\$ 1,098,447</u> |   |   |  |

The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) as of June 30, 2023, is presented on the following table:

|                                   | Fair Value        | Unfunded<br>Commitments | Redemption<br>Frequency | Redemption<br>Notice Period |
|-----------------------------------|-------------------|-------------------------|-------------------------|-----------------------------|
| Real Estate Funds (1)             | \$ 116,229        | \$ -                    | Daily, Quarterly        | 30-90 days                  |
| Private Equity Funds (2)          | 162,150           | 69,800                  | Not Eligible            | N/A                         |
| Total investments measured at NAV | <u>\$ 278,379</u> | <u>\$ 69,800</u>        |                         |                             |

(1) Real Estate Funds. This type includes four real estate funds that invest primarily in U.S. commercial real estate (including multi-family, industrial, retail and office space). The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. Distributions from each fund will be received as the underlying investments of the funds are liquidated.

(2) Private Equity/Credit Funds. This type includes eleven funds that invest primarily in buyout, partnerships, venture capital, and credit opportunities/debt funds. The fair value of these investments has been determined using a practical expedient based on the investments' NAV. It is expected that these investments will be held for the entire lives of the funds and will not be sold in the secondary market. Distributions from each fund will be received as the underlying assets are liquidated by the fund managers. Underlying assets of these funds are expected to be liquidated over the next one to 15 years, depending on the vintage year of each fund.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 3 – Receivables**

Accounts, interest, taxes, loans, and lease receivable balances at June 30, 2023 are as follows:

| Governmental Activities:                         | General Fund    | Health Realignment Fund | 1911 Realignment Fund | Social Services Fund | American Rescue Plan Act Fund | Behavioral Health Services Fund | Non-major Governmental Funds | Internal Service Funds | Total Governmental Funds | Business-Type Activities: |                            |                        |
|--|-----------------|-------------------------|-----------------------|----------------------|-------------------------------|---------------------------------|------------------------------|------------------------|--------------------------|---------------------------|----------------------------|------------------------|
|  |                 |                         |                       |                      |                               |                                 |                              |                        |                          | Sanitation Fund           | Non-major Enterprise Funds | Total Enterprise Funds |
| Accounts   | \$ 4,704        | \$ -                    | \$ -                  | \$ 126               | \$ -                          | \$ 3,624                        | \$ 13,878                    | \$ 8                   | \$ 22,340                | \$ 1                      | \$ -                       | \$ -                   |
| Interest   | 697             | 187                     | -                     | 9                    | 154                           | -                               | 5,605                        | 534                    | 7,186                    | 96                        | 8                          | 104                    |
| Loans  | -               | -                       | -                     | -                    | -                             | -                               | 14,071                       | -                      | 14,071                   | -                         | 399                        | 399                    |
| Taxes  | 611             | -                       | -                     | -                    | -                             | -                               | 10                           | -                      | 621                      | -                         | -                          | -                      |
| Lease  | 10              | -                       | -                     | -                    | -                             | -                               | -                            | -                      | 10                       | 97                        | 407                        | 503                    |
| <b>Total governmental activities receivables</b> | <b>\$ 6,022</b> | <b>\$ 187</b>           | <b>\$ -</b>           | <b>\$ 135</b>        | <b>\$ 154</b>                 | <b>\$ 3,624</b>                 | <b>\$ 33,564</b>             | <b>\$ 542</b>          | <b>\$ 44,228</b>         |                           |                            |                        |

The Loans receivable balance and related interest receivable balance represents several types of home loans which include Home Investment Partnerships Program (HOME) Loans-Promissory Notes. These amounts represent low interest Rental Constructions Project loans to finance multi-family projects. The loan terms are 55 years with interest rates from 1% to 3%. The County’s primary sources of funding for these loans come from funds granted by the HOME program.

Additional loans receivables represent Home Investment Partnership Program (HOME) projects. These amounts represent low or no interest mortgage notes and related accrued interest to finance multi-family, single family construction, rehabilitation projects, as well as homebuyer assistance programs for low-income families as part of the County’s affordable housing programs. Loan terms range from 20 to 30 years with interest rates from 0% to 3%. The County’s primary sources of funding for these loans come from grants from California Department of Housing and Community Development, Community Development Block Grant (CDBG) program and Federal HOME program.

**Note 4 – Lease Receivable**

**A. Governmental Activities**

A portion of the County’s property is leased to others. Such property includes special purpose facilities, office and commercial space, and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the County. The terms of the arrangements range from 1 to 30 years. The calculated interest rates used vary depending on the length of the lease. For the fiscal year ended June 30, 2023, the County recognized \$10 in lease revenue and \$1 in interest revenue. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of June 30, 2023, the balance of the deferred inflows of resources was \$70.

A summary of changes in lease receivable for the fiscal year ended June 30, 2023 is as follows:

|                   | Balance      |           | Deletions | Balance | Classification |                     |
|-------------------|--------------|-----------|-----------|---------|----------------|---------------------|
|                   | July 1, 2022 | Additions |           |         | June 30, 2023  | Due Within One Year |
| Leases receivable | \$ 50        | \$ -      | \$ (40)   | \$ 10   | \$ 10          | \$ -                |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 4 – Lease Receivable (Continued)**

**A. Governmental Activities (Continued)**

As of June 30, 2023, the required payments for these leases, including interest, are:

| <u>Year Ending<br/>June 30,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|---------------------------------|------------------|-----------------|--------------|
| 2024                            | \$ 10            | \$ -            | \$ 10        |

**B. Business-Type Activities**

The portion of the County’s property is leased to others. Such property includes special purpose facilities, office and commercial space, and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the County. The terms of the arrangements range from 2 to 30 years. The calculated interest rates used vary depending on the length of the lease. For the fiscal year ended June 30, 2023, the County recognized \$107 in lease revenue and \$7 in interest revenue. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of June 30, 2024, the balance of the deferred inflow of resources was \$389.

A summary of changes in lease receivable for the fiscal year ended June 30, 2023 is as follows:

|                   |                                 |                  |                  | Classification                   |                                |                                      |
|-------------------|---------------------------------|------------------|------------------|----------------------------------|--------------------------------|--------------------------------------|
|                   | <u>Balance<br/>July 1, 2022</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance<br/>June 30, 2023</u> | <u>Due within<br/>One Year</u> | <u>Due in More<br/>Than One Year</u> |
| Leases receivable | \$ 503                          | \$ -             | \$ (104)         | \$ 399                           | \$ 52                          | \$ 347                               |

As of June 30, 2023, the required payments for these leases, including interest, are:

| <u>Year Ending<br/>June 30,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u>  |
|---------------------------------|------------------|-----------------|---------------|
| 2024                            | \$ 52            | \$ 6            | \$ 58         |
| 2025                            | 53               | 5               | 58            |
| 2026                            | 55               | 4               | 59            |
| 2027                            | 56               | 4               | 60            |
| 2028                            | 58               | 3               | 61            |
| 2029-2032                       | 125              | 3               | 128           |
| <b>Total</b>                    | <b>\$ 399</b>    | <b>\$ 25</b>    | <b>\$ 424</b> |

**Note 5 – Interfund Receivables, Payables, and Transfers**

**A. Due To / From Other Funds**

Amounts due to and due from other funds at June 30, 2023, were as follows:

| <u>Due From</u>              | <u>Due to</u>          |              |
|------------------------------|------------------------|--------------|
|                              | Internal Service Funds |              |
| Social Services Fund         | \$                     | 1,007        |
| Non-major Governmental Funds |                        | 8,811        |
| Non-major Enterprise Funds   |                        | 2            |
| Internal Service Funds       |                        | 22           |
| <b>Total</b>                 | <b>\$</b>              | <b>9,842</b> |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 5 – Interfund Receivables, Payables, and Transfers (Continued)**

**A. Due To / From Other Funds (Continued)**

During the course of normal operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as “due to and from other funds.” The amounts due to other funds are expected to be repaid by future cash receipts on receivables or transfers from the General Fund.

**B. Long-Term Advances**

General Fund Advance to the Sanitation Fund

On February 2, 2023, the County approved a resolution for the corrective action plan to rectify the secured solid waste land use deficit. The plan includes annual transfers of \$901 from the General Fund to the Sanitation Fund. The transfers will be used by the Sanitation Fund to repay an advance from the General Fund. The payments will be made annually in the amount of \$901 for 30 years or until the advance is paid in full. The advance will carry a 0.0% interest rate per year. At June 30, 2023, the outstanding balance of the agreement was \$26,648.

The annual requirements to amortize the advance are as follows:

| <u>Year Ending</u><br><u>June 30,</u> | <u>Principal</u> |
|---------------------------------------|------------------|
| 2024                                  | \$ 900           |
| 2025                                  | 900              |
| 2026                                  | 900              |
| 2027                                  | 900              |
| 2028                                  | 900              |
| 2029-2033                             | 4,500            |
| 2034-2038                             | 4,500            |
| 2039-2043                             | 4,500            |
| 2044-2048                             | 4,500            |
| 2049-2053                             | 4,148            |
| <b>Total</b>                          | <b>\$ 26,648</b> |

**C. Transfers**

Interfund transfers during the year ended June 30, 2023, consisted of the following:

| Transfers In                 | Transfer Out |                     |                              |                 | Total     |
|------------------------------|--------------|---------------------|------------------------------|-----------------|-----------|
|                              | General Fund | Social Service Fund | Non-major Governmental Funds | Sanitation Fund |           |
| Social Services Fund         | \$ 10,118    | \$ -                | \$ -                         | \$ -            | \$ 10,118 |
| Non-major Governmental Funds | 8,070        | 635                 | 8,205                        | 715             | 17,625    |
|                              | \$ 18,188    | \$ 635              | \$ 8,205                     | \$ 715          | \$ 27,743 |

The General Fund transferred \$10,118 to the Social Services Fund and \$8,070 to Non-major Governmental Funds to supplement the funds’ operations. The Social Services Fund transferred \$635 to Non-major Governmental Funds to supplement the funds’ operations. The Sanitation Fund transferred \$715 to the Non-major Governmental Funds to cover debt service. The Non-major Governmental Funds transferred \$8,205 to the Non-major Governmental Funds to supplement the funds’ operations.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 6 – Capital Assets**

**A. Governmental Activities**

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

|  | Balance<br>July 1, 2022,<br>as restated | Additions         | Deletions       | Adjustments/<br>Transfers | Balance<br>June 30, 2023 |
|--|---|-------------------|-----------------|---------------------------|--------------------------|
| Capital assets, not being depreciated:                 |   |                   |                 |                           |                          |
| Land   | \$ 4,610                                | \$ -              | \$ (46)         | \$ -                      | \$ 4,564                 |
| Construction in progress                               | 25,941                                  | 11,871            | (191)           | (22,392)                  | 15,229                   |
| Total capital assets not being depreciated             | <u>30,551</u>                           | <u>11,871</u>     | <u>(237)</u>    | <u>(22,392)</u>           | <u>19,793</u>            |
| Capital assets, being depreciated:                     |   |                   |                 |                           |                          |
| Infrastructure   | 125,129                                 | -                 | -               | 12,104                    | 137,233                  |
| Structures and improvements                            | 119,786                                 | 2,302             | (13)            | 10,288                    | 132,363                  |
| Vehicles   | 16,035                                  | 2,145             | (1,683)         | -                         | 16,497                   |
| Furniture and equipment                                | 49,675                                  | 1,503             | (2,302)         | -                         | 48,876                   |
| Leased asset - structures and improvements             | 34,424                                  | -                 | (4,684)         | -                         | 29,740                   |
| Leased asset - vehicles                                | 244                                     | 2,091             | -               | -                         | 2,335                    |
| Leased asset - furniture and equipment                 | 2,341                                   | 797               | (538)           | -                         | 2,600                    |
| Subscription assets                                    | 11,107                                  | 186               | -               | -                         | 11,293                   |
| Total capital assets, being depreciated/amortized      | <u>358,741</u>                          | <u>9,024</u>      | <u>(9,220)</u>  | <u>22,392</u>             | <u>380,937</u>           |
| Less accumulated depreciation for:                     |   |                   |                 |                           |                          |
| Infrastructure   | (97,493)                                | (7,611)           | -               | -                         | (105,104)                |
| Structures and improvements                            | (54,991)                                | (2,850)           | 11              | -                         | (57,830)                 |
| Vehicles   | (13,948)                                | (1,026)           | 1,566           | -                         | (13,408)                 |
| Furniture and equipment                                | (42,414)                                | (2,029)           | 2,231           | -                         | (42,212)                 |
| Leased asset - structures and improvements             | (7,594)                                 | (7,390)           | 4,684           | -                         | (10,300)                 |
| Leased asset - vehicles                                | (46)                                    | (283)             | -               | -                         | (329)                    |
| Leased asset - furniture and equipment                 | (404)                                   | (520)             | 538             | -                         | (386)                    |
| Subscription assets                                    | -                                       | (2,804)           | -               | -                         | (2,804)                  |
| Total accumulated depreciation/amortization            | <u>(216,890)</u>                        | <u>(24,513)</u>   | <u>9,030</u>    | <u>-</u>                  | <u>(232,373)</u>         |
| Total capital assets, being depreciated/amortized, net | <u>141,851</u>                          | <u>(15,489)</u>   | <u>(190)</u>    | <u>22,392</u>             | <u>148,564</u>           |
| Total capital assets, net                              | <u>\$ 172,402</u>                       | <u>\$ (3,618)</u> | <u>\$ (427)</u> | <u>\$ -</u>               | <u>\$ 168,357</u>        |

Depreciation and amortization expense was charged to the functions/programs of the governmental activities as follows:

|  |                  |
|--|------------------|
| General government                                 | \$ 20,210        |
| Public protection                                  | 2,473            |
| Health and sanitation                              | 510              |
| Public assistance                                  | 203              |
| Public ways and facilities                         | 317              |
| Internal service funds                             | 800              |
| <b>Total depreciation and amortization expense</b> | <u>\$ 24,513</u> |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 6 – Capital Assets (Continued)**

**B. Business-Type Activities**

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

|  | Balance<br>July 1, 2022 | Additions | Deletions | Adjustments/<br>Transfers | Balance<br>June 30, 2023 |
|--|-------------------------|-----------|-----------|---------------------------|--------------------------|
| Capital assets, not being depreciated:       |                         |           |           |                           |                          |
| Land   | 685                     | -         | -         | -                         | 685                      |
| Total capital assets not being depreciated   | 685                     | -         | -         | -                         | 685                      |
| Capital assets, being depreciated:           |                         |           |           |                           |                          |
| Structures and improvements                  | 26,194                  | -         | -         | -                         | 26,194                   |
| Vehicles                                     | 286                     | -         | -         | -                         | 286                      |
| Furniture and equipment                      | 2,931                   | -         | -         | -                         | 2,931                    |
| Total capital assets being depreciated       | 29,411                  | -         | -         | -                         | 29,411                   |
| Less accumulated depreciation for:           |                         |           |           |                           |                          |
| Structures and improvements                  | (17,864)                | (623)     | -         | -                         | (18,487)                 |
| Vehicles                                     | (286)                   | -         | -         | -                         | (286)                    |
| Furniture and equipment                      | (2,797)                 | (77)      | -         | -                         | (2,874)                  |
| Total accumulated depreciation               | (20,947)                | (700)     | -         | -                         | (21,647)                 |
| Total capital assets being depreciated, net  | 8,464                   | (700)     | -         | -                         | 7,764                    |
| Business-type activities capital assets, net | \$ 9,149                | \$ (700)  | \$ -      | \$ -                      | \$ 8,449                 |

Depreciation expense was charged to the funds of the business-type activities as follows:

|                                   |               |
|-----------------------------------|---------------|
| Sanitation                        | \$ 77         |
| Imperial Airport                  | 623           |
| <b>Total depreciation expense</b> | <b>\$ 700</b> |

**Note 7 – Long-Term Liabilities**

**A. Governmental Activities**

A summary of changes in the long-term liabilities of the governmental activities for the year ended June 30, 2023, is as follows:

|                                   | Balance                      |                 |                    |                  | Balance         |                  | Classification         |                              |
|-----------------------------------|------------------------------|-----------------|--------------------|------------------|-----------------|------------------|------------------------|------------------------------|
|                                   | July 1, 2022,<br>as restated | Debt<br>Issued  |                    |                  | Debt<br>Retired | June 30, 2023    | Due within<br>One Year | Due in More<br>Than One Year |
| <b>Governmental Activities:</b>   |                              |                 |                    |                  |                 |                  |                        |                              |
| 2002 Pension Funding Bonds        | \$ 19,695                    | \$ -            | \$ (1,725)         | \$ 17,970        | \$ 1,825        | \$ 16,145        |                        |                              |
| 2010 Certificate of Participation | 5,195                        | -               | (475)              | 4,720            | 500             | 4,220            |                        |                              |
| Finance purchase agreements       | 1,234                        | -               | (305)              | 929              | 315             | 614              |                        |                              |
| Lease liability                   | 29,119                       | 2,890           | (8,009)            | 24,000           | 5,302           | 18,698           |                        |                              |
| Subscription liability            | 9,684                        | 186             | (2,216)            | 7,654            | 2,053           | 5,601            |                        |                              |
| <b>Total</b>                      | <b>\$ 64,927</b>             | <b>\$ 3,076</b> | <b>\$ (12,730)</b> | <b>\$ 55,273</b> | <b>\$ 9,995</b> | <b>\$ 45,278</b> |                        |                              |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 7 – Long-Term Liabilities (Continued)**

**A. Governmental Activities (Continued)**

**2002 Pension Funding Bonds**

On September 17, 2002, the County issued \$33,265 in direct placement of taxable pension funding bonds to fund the County’s unfunded accrued actuarial liability due the County of Imperial Employees’ Retirement System (“the System”). The payment of this liability will provide the System additional funds for investment. Principal is payable annually on August 15, commencing August 15, 2012.

The bonds have a stated interest rate from 4.71% to 5.71% and are payable over a period of 29 years maturing in 2031. Interest is payable on each August 15 and February 15, commencing February 15, 2003. The bonds are not subject to optional redemption prior to their stated maturity date. The bonds contain a provision that, in the event of default, the outstanding principal balance and accrued interest are due and payable immediately. The bond’s debt service to maturity is as follows:

The annual debt service requirements on these Bonds are as follows:

| Year Ending<br>June 30, | Principal        | Interest        | Total            |
|-------------------------|------------------|-----------------|------------------|
| 2024                    | \$ 1,825         | \$ 974          | \$ 2,799         |
| 2025                    | 1,930            | 867             | 2,797            |
| 2026                    | 2,045            | 753             | 2,798            |
| 2027                    | 2,165            | 633             | 2,798            |
| 2028                    | 2,290            | 506             | 2,796            |
| 2029-2031               | 7,715            | 678             | 8,393            |
| <b>Total</b>            | <b>\$ 17,970</b> | <b>\$ 4,411</b> | <b>\$ 22,381</b> |

**2010 Certificates of Participation**

On March 1, 2010, the County issued its \$9,465 Certificates of Participation 2010 Series A, as a direct borrowing, for the Landfill Remediation and Closure Funding Program.

The proceeds of the County of Imperial Certificates of Participation, 2010 Series A (COPS) (Landfill Remediation and Closure Funding Program), together with other available funds of the County of Imperial, California, were used to finance a portion of the County’s landfill closures and the construction and/or acquisition of certain improvements. The Certificates represent direct, undivided fractional interest in certain Lease Payments to be made by the County pursuant to a Lease Agreement, dated March 1, 2010, by and between the County of Imperial Facilities Corporation and the County.

Interest with respect to the COPS is payable on each February 15 and August 15, commencing August 15, 2010. The Certificates will be initially registered in the name of Code & Co., as nominee of the Depository Trust Company, New York (“DTC”). DTC will act as securities depository of the Certificates. The Certificates are subject to prepayment prior to their stated maturity. The COP contains a provision, that in the event of default, the Trustee may terminate the lease agreement and hold the County liable for all lease payments on an annual basis. According to the lease agreement, lease payments may not be accelerated upon default. The COP payments are secured by net revenue of landfill user charges, fees and rates collected by the program. The General Fund is expected to liquidate the liability.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 7 – Long-Term Liabilities (Continued)**

**A. Governmental Activities (Continued)**

**2010 Certificates of Participation (Continued)**

The annual debt service requirements on these Certificates of Participation are as follows:

| Year Ending<br>June 30, | Principal       | Interest      | Total           |
|-------------------------|-----------------|---------------|-----------------|
| 2024                    | \$ 500          | \$ 219        | \$ 719          |
| 2025                    | 520             | 195           | 715             |
| 2026                    | 545             | 171           | 716             |
| 2027                    | 570             | 144           | 714             |
| 2028                    | 600             | 114           | 714             |
| 2029-2031               | 1,985           | 152           | 2,137           |
| <b>Total</b>            | <b>\$ 4,720</b> | <b>\$ 995</b> | <b>\$ 5,715</b> |

**Finance Purchase Agreements**

The County has entered into various finance purchase agreements for various equipment purchases. These leases qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of future minimum lease payments as of the date of inception. The assets acquired under capital leases are classified as machinery, equipment and vehicles. The finance purchase agreements carry an annual interest rate of 5.00% percent with principal and interest payments due annually. The gross value of equipment acquired under finance purchase agreements at June 30, 2023, was \$2,985, with an accumulated amortization of \$1,508. The outstanding balance at June 30, 2023, is \$929.

The annual debt service requirements of the finance purchase agreements are as follows:

| Year Ending<br>June 30, | Principal     | Interest     | Total           |
|-------------------------|---------------|--------------|-----------------|
| 2024                    | \$ 315        | \$ 32        | \$ 347          |
| 2025                    | 326           | 21           | 347             |
| 2026                    | 68            | 10           | 78              |
| 2027                    | 71            | 8            | 79              |
| 2028                    | 73            | 5            | 78              |
| 2029                    | 76            | 3            | 79              |
| <b>Total</b>            | <b>\$ 929</b> | <b>\$ 79</b> | <b>\$ 1,008</b> |



**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 7 – Long-Term Liabilities (Continued)**

**A. Governmental Activities (Continued)**

**Lease Liability**

The County has entered into leases for building space, vehicle and equipment use. The terms of the agreements range from 5 to 7 years. The calculated interest rates varied based on the length of the lease ranging from 0.38% to 0.85% percent. As of June 30, 2023, the capitalized right-to-use assets related to leases were \$16,228 (less accumulated amortization of \$3,518) and the total lease liability was \$24,000, of which \$5,302 is reported as a current liability representing the amount due within the next fiscal year.

The annual debt service requirements of the lease liability are as follows:

| Year Ending<br>June 30, | Principal        | Interest        | Total            |
|-------------------------|------------------|-----------------|------------------|
| 2024                    | \$ 5,302         | \$ 548          | \$ 5,850         |
| 2025                    | 5,442            | 538             | 5,980            |
| 2026                    | 4,834            | 331             | 5,165            |
| 2027                    | 3,917            | 168             | 4,085            |
| 2028                    | 2,854            | 71              | 2,925            |
| 2029-2030               | 1,651            | 17              | 1,668            |
| <b>Total</b>            | <b>\$ 24,000</b> | <b>\$ 1,673</b> | <b>\$ 25,673</b> |

**Subscription Liability**

The County has entered into subscription-based information technology arrangements (SBITAs) for services related to cloud-based software applications, data storage and management services. Under the terms of these arrangements, the County does not take possession of the software at any time and the vendor provides ongoing services for the software's operation. The subscription periods vary, with initial non-cancellable terms ranging from 2 to 9 years. The calculated interest rate used was between 1.85% to 23.4%, depending on the length of the SBITA and date of the agreement.

As of June 30, 2023, the capitalized right-to-use assets related to SBITAs were \$11,293 (less accumulated amortization of \$2,803) and the total subscription liability was \$7,654, of which \$2,053 is reported as a current liability representing the amount due within the next fiscal year.

The annual debt service requirements for the subscription liability are as follows:

| Year Ending<br>June 30, | Principal       | Interest        | Total           |
|-------------------------|-----------------|-----------------|-----------------|
| 2024                    | \$ 2,053        | \$ 332          | \$ 2,385        |
| 2025                    | 2,134           | 277             | 2,411           |
| 2026                    | 772             | 225             | 997             |
| 2027                    | 727             | 192             | 919             |
| 2028                    | 661             | 158             | 819             |
| 2029-2032               | 1,307           | 248             | 1,555           |
| <b>Total</b>            | <b>\$ 7,654</b> | <b>\$ 1,432</b> | <b>\$ 9,086</b> |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 8 – Special Assessment Debt with No County Commitment**

The County issued special tax and assessment bonds on behalf of property owners, pursuant to the Improvement Bond Act of 1915 and the Mello-Roos Community Facilities Act of 1982, to finance the acquisition and construction of certain infrastructure improvements within the assessment districts and community facilities districts.

The County authorized the formation of the County of Imperial Community Facilities Districts No. 02-1, No. 06-1, and No. 98-1, acting through its eligible landowner voters, and the issuance of bonds under the public improvement act (Mello-Roos Community Facilities Act of 1982) of the State of California to finance eligible public facilities necessary to serve developing commercial, industrial, residential and/or mixed-use developments. The bonds are secured by annual special tax levies or liens placed on the property within the district. Special Assessment Districts in various parts of the County have issued debt to finance infrastructure improvements and facilities within their boundaries. The County is the collecting and paying agent for the debt issued by these Districts, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included as debt of the County.

The outstanding balance of each of these issues as of June 30, 2023, is as follows:

|  | <b>Original<br/>Amount</b> | <b>Outstanding<br/>Balance<br/>June 30, 2023</b> |
|--|----------------------------|--|
| Imperial County CFD No. 02-1 (2002 Special Tax Bonds Series) | \$ 2,486,600               | \$ 117,896                                       |
| Imperial County CFD No. 06-1 (2007 Special Tax Bonds Series) | 2,105,000                  | 1,592,000  |
| Imperial County CFD No. 98-1 (1999 Special Tax Bonds Series) | 8,360,000                  | 4,350,000  |
| <b>Total</b>   | <b>\$ 12,951,600</b>       | <b>\$ 6,059,896</b>                              |

**Note 9 – Compensated Absences**

**A. Governmental Activities**

A summary of changes in the compensated absences balances for the governmental activities for the year ended June 30, 2023 is as follows:

|                      |                                 |                  |                  | <b>Classification</b>            |                                |                                      |
|----------------------|---------------------------------|------------------|------------------|----------------------------------|--------------------------------|--------------------------------------|
|                      | <b>Balance<br/>July 1, 2022</b> | <b>Additions</b> | <b>Deletions</b> | <b>Balance<br/>June 30, 2023</b> | <b>Due within<br/>One Year</b> | <b>Due in More<br/>Than One Year</b> |
| Compensated absences | \$ 17,054                       | \$ 2,475         | \$ (2,046)       | \$ 17,483                        | \$ 2,044                       | \$ 15,439                            |

Compensated absences are liquidated by the fund that has recorded the liability only when matured. The long-term portion of the governmental activities compensated absences is liquidated primarily by the General Fund.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 9 – Compensated Absences (Continued)**

**B. Business-Type Activities**

A summary of changes in the compensated absences balances for the business-type activities for the year ended June 30, 2023 is as follows:

|                      | Balance<br>July 1, 2022 | Additions | Deletions | Balance<br>June 30, 2023 | Classification         |                              |
|----------------------|-------------------------|-----------|-----------|--------------------------|------------------------|------------------------------|
|                      |                         |           |           |                          | Due within<br>One Year | Due in More<br>Than One Year |
| Compensated absences | \$ 34                   | \$ 2      | \$ (4)    | \$ 32                    | \$ 3                   | \$ 29                        |

Compensated absences in the business-type activities are obligations of the following funds:

|                  |              |
|------------------|--------------|
| Sanitation       | \$ 28        |
| Imperial Airport | 4            |
| <b>Total</b>     | <b>\$ 32</b> |

**Note 10 – Landfill Closure and Post-Closure Costs**

State Financial Assurance Mechanism regulations require landfill operations to set aside funds or provide alternative funding mechanisms to fund the closure and post-closure maintenance of landfills. The funding must be completed prior to the final date of closure. These regulations apply to solid waste landfills that have been or will be operated on or after January 1, 1988. Closure and post-closure care costs include, but are not limited to, such items as final cover, groundwater monitoring, well installations landfill gas monitoring systems. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each financial statement date. The ten landfills listed below (with their capacity used and estimated remaining lives) are those currently subject to State and federal regulations:

| Landfill    | Capacity Used | Years<br>Remaining |
|-------------|---------------|--------------------|
| Brawley     | 100%          | Closed             |
| Calexico    | 34%           | 71                 |
| Holtville   | 100%          | Closed             |
| Hot Spa     | 100%          | Inactive           |
| Niland      | 100%          | Inactive           |
| Octotillo   | 100%          | Closed             |
| Palo Verde  | 100%          | Closed             |
| Picacho     | 100%          | Inactive           |
| Salton City | 4%            | 13                 |
| Worthington | 100%          | Inactive           |

The annually inflated landfill closure and post-closure care estimates of \$12,420 and \$28,600 respectively for a total of \$41,020, are based upon the most recently submitted Closure/Post-Closure Maintenance Plan documents filed with the State and Federal permitting agencies. If, at some future date, these closure cost estimates are adjusted (due to changes in inflation, deflation, technology, regulations, etc.), the County is required to make corresponding changes in the amount of funds deposited for closure.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 10 – Landfill Closure and Post-Closure Costs (Continued)**

The estimated closure and post-closure activity for the year ended June 30, 2023 includes the following:

|                          | Balance<br>July 1, 2022 | Increase<br>(Decrease) | Balance<br>June 30, 2023 | Classification         |                              |
|--------------------------|-------------------------|------------------------|--------------------------|------------------------|------------------------------|
|                          |                         |                        |                          | Due within<br>One Year | Due in More<br>Than One Year |
| Estimated Liability for: |                         |                        |                          |                        |                              |
| Closure Care Costs       | \$ 11,608               | \$ 812                 | \$ 12,420                | \$ -                   | \$ 12,420                    |
| Postclosure Care Costs   | 22,203                  | 6,397                  | 28,600                   | 23                     | 28,577                       |
| Total                    | \$ 33,811               | \$ 7,209               | \$ 41,020                | \$ 23                  | \$ 40,997                    |

The County has pledged tipping fees and interest revenue to fund the post-closure maintenance costs as needed. Total revenue received in the current fiscal year was \$1,018 and post-closure expenses were \$23. Each landfill site's maintenance costs are budgeted annually following the Closure and Post-Closure Maintenance Plan as approved by the term for each landfill site funding requirements is thirty (30) years starting with the date of closure as certified by the State.

On January 17, 2019, the County agreed to a Stipulated Notice and Order Regarding Financial Assurances Compliance for Closure Costs negotiated with the Department of Resources Recycling and Recovery (CalRecycle) that required certain actions to be taken by the County to address its deficiency in financial assurance coverage for closure costs. These actions included a one-time payment of \$1.3 million to the Final Closure Accounts of the Landfills, annual payments of \$750 thousand to the Final Closure Accounts, and additional annual reporting requirements. As of June 30, 2023, the County is in compliance with the Stipulated Notice and Order requiring annual contributions to finance closure costs. At the end of fiscal year 2023, restricted cash and investments of \$12,420 was held for this purpose.

In addition to the above, state regulations require that landfill closure and postclosure maintenance costs be fully funded at the time of closure, unless a landfill owner/operator can demonstrate financial responsibility towards these activities by using other approved financial assurance alternatives. A pledge of revenue is one of various alternatives allowed to fund estimated postclosure costs and corrective action costs. Under this alternative, the Board of Supervisors, on September 20, 2011, approved resolution 2011-XX, wherein the County entered into a pledge of revenue agreement with the California Integrated Waste Management Board (CIWMB). The pledged amount is a promise of existing funds rather than future revenues and may increase or decrease to match any adjustment to identified cost estimates that are mutually agreed to by the County and CalRecycle. The Salton City Landfill, which is managed by a third-party, is separately assured for the reasonably foreseeable correction action cost estimate. The financial assurance demonstration for these costs is met through a surety bond (financial guarantee) for corrective action. The County also maintains a Certificate of Liability Insurance to meet the financial assurance requirements over operating liability coverage.

Regulations governing solid waste management are promulgated by government agencies at the federal and state levels. These regulations address the design, construction, operation, maintenance, closure and postclosure maintenance of various types of facilities; acceptable and prohibited waste types; and inspection, permitting, environmental monitoring and solid waste recycling requirements. Regulations at both the state and federal levels could impose retroactive liability, particularly with respect to cleanup activities relating to any landfill site ever operated by the County, whether or not owned by the County. Thus, the County has potential liability with respect to every landfill ever owned, operated, contracted to be operated, or into which the County disposed waste. Compliance with these regulations may be costly, and, as more stringent standards are developed to protect the environment, these costs could increase.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 11 – Risk Management**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has established self-insurance programs for liability, workers’ compensation, unemployment, medical malpractice and auto liability.

The liability insurance has a self-insured retention per claim of \$200 with excess liability insurance of up to \$25,000 per occurrence being provided by independent carriers. Workers’ compensation has a self-insured retention per claim of \$300. Unemployment claims are reimbursed to the State of California for claims paid on behalf of the County. The County has a self-insurance group health program for its employees. The health plan has self-insured retention per claim of \$150. The medical malpractice insurance has a self-insured retention per claim of \$200 with excess liability insurance of up to \$9,800 per occurrence being provided by independent carriers. Auto liability insurance has a self-insured retention per claim of \$200.

The activities related to such programs are accounted for in the internal service funds. Revenues are primarily provided by other County funds and are intended to cover self-insured claims liabilities, insurance premiums and operating expenses. County officials believe that the assets of the internal serves funds together with funds to be provided in the future, will provide adequate resources to meet the County’s self-insured claim liabilities as they come true.

Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Claim liabilities are calculated considering the effects of inflation, recent pay-outs and other economic and social factors. Changes in the balances of claims liabilities during the past three years are as follows:

|      | <b>Beginning of<br/>Fiscal Year<br/>Liability</b> | <b>Current Year<br/>Claims and<br/>Changes in<br/>Estimates</b> | <b>Claim<br/>Payments</b> | <b>Balance at<br/>Fiscal Year<br/>End</b> | <b>Due Within<br/>One Year</b> | <b>Due in<br/>More than<br/>One Year</b> |
|------|---|---|---------------------------|---|--------------------------------|--|
| 2023 | \$ 39,656   | \$ 16,882   | \$ (17,774)               | \$ 38,764                                 | \$ 6,546                       | \$ 32,218                                |
| 2022 | 39,720  | 6,614   | (6,678)                   | 39,656                                    | 6,898                          | 32,758                                   |
| 2021 | 37,681  | 4,747   | (2,708)                   | 39,720                                    | 6,909                          | 32,811                                   |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 12 – Pension Plans**

**A. Summary**

|  | <b>Governmental<br/>Activities</b> | <b>Business-Type<br/>Activities</b> | <b>Total</b>      |
|--|------------------------------------|-------------------------------------|-------------------|
| <b>Deferred outflows of resources:</b>             |                                    |                                     |                   |
| Employer contributions made                        |                                    |                                     |                   |
| subsequent to the measurement date                 | \$ 26,151                          | \$ 94                               | \$ 26,245         |
| Difference between projected and actual            |                                    |                                     |                   |
| earning on pension plan investments                | 36,314                             | 131                                 | 36,445            |
| Changes in proportion and differences between      |                                    |                                     |                   |
| employer's contributions and proportionate         |                                    |                                     |                   |
| share of contributions                             | 322                                | 1                                   | 323               |
| Difference between expected and actual experience  | 3,629                              | 13                                  | 3,642             |
| Changes in assumptions                             | 37,971                             | 137                                 | 38,108            |
| <b>Total deferred outflows of resources</b>        | <b>\$ 104,387</b>                  | <b>\$ 376</b>                       | <b>\$ 104,763</b> |
| <b>Net pension liability:</b>                      |                                    |                                     |                   |
| Net pension liability                              | \$ 159,936                         | \$ 727                              | \$ 160,663        |
| <b>Net pension liability</b>                       | <b>\$ 159,936</b>                  | <b>\$ 727</b>                       | <b>\$ 160,663</b> |
| <b>Deferred inflows of Resources:</b>              |                                    |                                     |                   |
| Changes in proportion and differences between      |                                    |                                     |                   |
| employer's contributions and proportionate         |                                    |                                     |                   |
| share of contributions                             | 826                                | 3                                   | 829               |
| Differences between expected and actual experience | 19,131                             | 69                                  | 19,200            |
| <b>Total deferred inflows of resources</b>         | <b>\$ 19,957</b>                   | <b>\$ 72</b>                        | <b>\$ 20,029</b>  |
| <b>Pension Expense</b>                             | <b>\$ 31,120</b>                   | <b>\$ 112</b>                       | <b>\$ 31,232</b>  |

**B. General Information about Pension Plan**

**Plan Description**

The County of Imperial Employees' Retirement System (ICERS) was established by the County of Imperial in 1951. ICERS is administered by the Board of Retirement and governed by the County Employees' Retirement Law of 1937 (California Government Code Section 31450 et. seq.). ICERS is a cost-sharing multiple employer public employee retirement system whose main function is to provide service retirement, disability, death and survivor benefits to the Safety and General members employed by the County of Imperial. ICERS also provides retirement benefits to the employee members of the County of Imperial Courts, LAFCO, and ICTC.

The management of ICERS is vested with the County of Imperial Board of Retirement. The Board consists of nine members and two alternates. The County Treasurer is a member of the Board of Retirement by law. Four members are appointed by the Board of Supervisors, one of whom may be a County Supervisor. Two members are elected by the General membership; one member and one alternate are elected by the Safety membership; one member and one alternate are elected by the retired members of the System. All members of the Board of Retirement serve terms of three years except for the County Treasurer whose term runs concurrent with her term as County Treasurer.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 12 – Pension Plans (Continued)**

***B. General Information about Pension Plan (Continued)***

**Summary of Plans and Eligible Participants**

At June 30, 2022, the measurement date, of the most recent actuarial valuation, plan membership consisted of the following:

|   |              |
|---|--------------|
| Active employees  | 2,222        |
| Retired members or beneficiaries currently receiving benefits | 1,388        |
| Inactive vested members                                       | 707          |
| <b>Total</b>  | <b>4,317</b> |

**Summary of Plans and Eligible Participants**

The County of Imperial Retirement System (ICERS) issues an audited stand-alone financial report, which may be obtained by contacting the Board of Retirement at 1221 W. State Street, El Centro, California 92243.

Open for New Enrollment:

PEPRA General Tier 3 – General members hired on or after January 1, 2013 may continue in plan.

PEPRA Safety Tier 3 – (a) Law Enforcement, (b) fire suppression, and (c) certain probation officers hired on or after January 1, 2013 may continue in plan.

Closed to New Enrollment:

General Legacy – General members hired prior to January 1, 2013 may continue in plan.

Safety Legacy – (a) Law Enforcement, (b) fire suppression, and (c) certain probation officers hired prior to January 1, 2013 may continue in plan.

**Benefits Provided**

All regular full-time employees of the County of Imperial who work a minimum of 30 hours per week become members of ICERS effective on the first day of the first full pay period after employment. ICERS provides service retirement, disability, death and survivor benefits to eligible employees. The retirement benefit the member will receive is based upon age at retirement, final average compensation, years of retirement service credit and retirement plan and tier. There are separate retirement benefits for General and Safety member employees.

The California Public Employees’ Pension Reform Act (PEPRA), took into effect on January 2013, in which changed the way retirement health benefits are applied, and placed compensation limits on members.

General member benefits are calculated pursuant to the provisions of Sections 31676.11 and 31676.14 for Regular and Regular plus Supplemental Benefits, respectively. The monthly allowance is equal to 1/60th of final compensation for Regular and Regular plus Supplemental Benefits, times years of accrued retirement service credit times age factor from either Section 31676.11 (Regular Benefit) or Section 31676.14 (Regular plus Supplemental Benefit). General member benefits for those who are first hired on or after January 1, 2013, are calculated pursuant to the provision of the California Public Employees’ Pension Reform Act, Government Code Section 7522.20(a). The monthly allowance is equal to the final compensation multiplied by years of accrued retirement credit multiplied by the age factor from Section 7522.20(a).

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 12 – Pension Plans (Continued)**

***B. General Information about Pension Plan (Continued)***

**Benefits Provided (Continued)**

Safety member benefits are calculated pursuant to the provisions of California Government Code Sections 31664 and 31664.1 for Regular and Regular plus Supplemental Benefits, respectively. The monthly allowance is equal to 1/50th (or 2%) of final compensation times years of accrued retirement service credit times age factor from Section 31664 (Regular Benefit) or 3% of final compensation times years of accrued retirement service credit times age factor from Section 31664.1 (Regular plus Supplemental Benefit). Safety member benefits for those first hired on or after January 1, 2013, are calculated pursuant to the provision of the California Public Employees' Pension Reform Act, Government Code Section 7522.25(d). The monthly allowance is equal to the final compensation multiplied by years of accrued retirement credit multiplied by the age factor from Section 7522.25(d).

For members with membership dates before January 1, 2013, the maximum monthly retirement allowance is 100% of final compensation. Final average compensation consists of the highest 12 consecutive months for a General or Safety member and the highest 36 consecutive months for a PEPRA General and PEPRA Safety member. ICERS provides an annual cost-of-living benefit to all retirees. The cost-of-living adjustment, based upon the Consumer Price Index for the Western Region, is capped at 2.0%. Employees terminating before rendering five years of service forfeit the right to receive benefits but may withdraw their contributions and accumulated interest. Employees terminating after five years of service may elect to leave accumulated deposits in the Plan and receive benefits at the time of normal retirement.

**Death and Disability Benefits**

Upon the death of an active employee, a death benefit, equal to the deceased member's accumulated contributions and interest, plus 1/12th of the deceased's final year's salary, multiplied by the number of completed years of service, but limited to 1/2 annual salary, is paid to beneficiaries. Upon the death of a qualified member, the surviving spouse, as an option, may receive an annual allowance of 60 percent (60%) of the member's retirement allowance as of the date of death. The death of a member due to service-connected injury or disease entitles the decedent's surviving spouse or child under 18 years of age to receive an annual allowance equal to one-half the member's final compensation. In addition, the beneficiary of a retiree who dies after retirement while receiving an allowance from the Retirement System, is paid a death benefit of \$5.

An active employee becoming totally disabled as a result of a service-connected injury or disease is paid an annual allowance of the larger of 50 percent (50%) of the employee's compensation, or the normal retirement benefits accumulated by the member as of the date of disability. An active employee who is totally disabled because of a non-service connected disease or injury, receives all vested retirement benefits accumulated as of the date of the disability.

**Contributions**

The County's funding policy is to make periodic contributions to ICERS in amounts such that, when combined with employee contributions and investment income, will fully provide member benefits by the time they retire. Covered employees are required to contribute a percentage of their annual compensation to ICERS. Employer contributions are based on what is needed to properly fund the plans. Contributions to the pension plans from the County were \$26,245 for the year ended June 30, 2023.



**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 12 – Pension Plans (Continued)**

**B. General Information about Pension Plan (Continued)**

**Contributions (Continued)**

Actuarially recommended employer and employee contribution rates for active members for each plan are as follows:

|                | <b>Employer<br/>Contribution Rates</b> | <b>Employee<br/>Contribution Rates</b> |
|----------------|--|--|
| General Legacy | 21.98%                                 | 11.59%                                 |
| General Tier 3 | 17.62%                                 | 11.19%                                 |
| Safety Legacy  | 34.17%                                 | 26.56%                                 |
| Safety Tier 3  | 28.47%                                 | 23.08%                                 |

**C. Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions**

At June 30, 2023, the County reported a liability of \$160,663 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all Pension Plan participants, actuarially determined. At June 30, 2022, the County's proportion was 95.494%, which was an increase of 1.921% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the County recognized pension expense of \$31,232. Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits.

At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | <b>Deferred Outflows<br/>of Resources</b> | <b>Deferred Inflows<br/>of Resources</b> |
|---|---|--|
| Pension contributions made subsequent to measurement date   | \$ 26,245                                 | \$ -                                     |
| Difference between projected and actual earning on pension plan investments                                     | 36,445                                    | -  |
| Changes in proportion and differences between employer's contributions and proportionate share of contributions | 323                                       | (829)                                    |
| Changes in assumptions  | 38,108                                    | -  |
| Differences between expected and actual experience  | 3,642                                     | (19,200)                                 |
| Total   | \$ 104,763                                | \$ (20,029)                              |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 12 – Pension Plans (Continued)**

**C. Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

\$26,245 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension, will be recognized in pension expense as follows:

| <u>Year Ended June 30,</u> | <u>Deferred Outflows/<br/>(Inflows) of Resources</u> |
|----------------------------|--|
| 2024                       | \$ 12,753  |
| 2025                       | 8,377  |
| 2026                       | 2,788  |
| 2027                       | 36,449   |
| 2028                       | (1,274)  |
| Thereafter                 | (604)  |
|                            | <u>\$ 58,489</u>                                     |

**Actuarial Assumptions**

The Total Pension Liability (TPL) in the June 30, 2021 actuarial valuation, was determined using the following actuarial assumptions:

|                           |  |
|---------------------------|--|
| Actuarial Cost Method     | Entry Age Normal in accordance with the requirement of GASB Statement No. 68   |
| Actuarial Assumptions:    |  |
| Discount Rate             | 7.00%  |
| Inflation                 | 2.75%  |
| Payroll Growth            | 3.25% (Inflation of 2.75% plus real "across the board" salary increases of .50% per year)  |
| Salary Increases          | Inflation of 2.75% plus across the board increases of .50% plus merit based increases ranging from General: 1.25% to 6% and Safety: 1.25% to 8%  |
| Investment Rate of Return | 7.00%, net of pension plan investment expense  |
| Mortality Rate Table      | The assumptions used were based on the results of the actuarial experience study for the period of January 1, 2017 through December 31, 2019, using Pub-210 General Employee Amount-Weighted Above-Median Mortality Table projected generationally with the two-dimensional mortality improvement scale MP-2019. |
| Administrative expenses   | 1.90% of payroll allocated to both the employer and member based on the components of the total contribution rate for the employer and member  |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 12 – Pension Plans (Continued)**

**C. Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

**Actuarial Assumptions (Continued)**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumption are summarized in the following table:

| <b>Asset Class</b>             | <b>Target Allocation</b> | <b>Long-Term<br/>Expected Real<br/>Rate of Return</b> |
|--------------------------------|--------------------------|---|
| Large Cap U.S. Equity          | 26.00%                   | 6.00%   |
| Small Cap U.S. Equity          | 7.00%                    | 6.65%   |
| Developed International Equity | 14.00%                   | 7.01%   |
| Emerging Markets Equity        | 6.00%                    | 8.80%   |
| U.S. Core Fixed Income         | 22.00%                   | 1.97%   |
| TIPS                           | 5.00%                    | 1.77%   |
| Real Estate                    | 5.00%                    | 3.86%   |
| Value Added Real Estate        | 5.00%                    | 6.70%   |
| Private Credit                 | 5.00%                    | 6.69%   |
| Private Equity                 | 5.00%                    | 10.12%  |
| <b>Total</b>                   | <b>100.00%</b>           |   |

**Discount Rate**

The discount rate used to measure the Total Pension Liability (TPL) was 7.00 percent (7.00%) as of June 30, 2022. For plan member contributions, the projection of cash flows used to determine the discount rate assumed employee contributions will be made at the current contribution rate for the Regular and PEPRAs benefits and that the contributions will be made at rates equal to the actuarially determined contribution rates for the Supplemental benefits. For employer contributions, the projection of cash flow used to determine the discount rate assumed employer contributions will be made at rates equal to the actuarially determined contribution rates.

For this purpose, only employee and employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, the Pension Plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the TPL as part of the June 30, 2022 measurement.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 12 – Pension Plans (Continued)**

**C. Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)**

**Sensitivity of the County’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following presents the County’s share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the County’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

| Plan's Aggregate Net Pension Liability/(Asset) |                                  |                               |
|--|----------------------------------|-------------------------------|
| Discount Rate - 1%<br>(6.00%)                  | Current Discount<br>Rate (7.00%) | Discount Rate + 1%<br>(8.00%) |
| \$ 325,578                                     | \$ 160,663                       | \$ 26,275                     |

**Pension Plan Fiduciary Net Position**

ICERS has issued an audited stand-alone annual financial report for each year ending June 30. Detailed information about the pension plan’s fiduciary net position is available and can be obtained online at [icers.com](http://icers.com).

**Note 13 – Other Postemployment Benefits**

**A. Summary**

|   | Governmental<br>Activities | Business-Type<br>Activities | Total             |
|---|----------------------------|-----------------------------|-------------------|
| <b>Deferred outflows of resources:</b>            |                            |                             |                   |
| Employer contributions made                       |                            |                             |                   |
| subsequent to the measurement date                | \$ 11,012                  | \$ 40                       | \$ 11,052         |
| Difference between expected and actual experience | 1,583                      | 6                           | 1,589             |
| Difference between projected and actual           |                            |                             |                   |
| earning on pension plan investments               | 125                        | 1                           | 126               |
| Changes in assumptions                            | 13,087                     | 46                          | 13,133            |
| <b>Total deferred outflows of resources</b>       | <b>\$ 25,807</b>           | <b>\$ 93</b>                | <b>\$ 25,900</b>  |
| <b>Net OPEB liability:</b>                        |                            |                             |                   |
| Net OPEB liability                                | \$ 239,749                 | \$ 1,334                    | \$ 241,083        |
| <b>Net OPEB liability</b>                         | <b>\$ 239,749</b>          | <b>\$ 1,334</b>             | <b>\$ 241,083</b> |
| <b>Deferred inflows of resources:</b>             |                            |                             |                   |
| Difference between expected and actual experience | \$ 41,461                  | \$ 149                      | \$ 41,610         |
| Difference between projected and actual           |                            |                             |                   |
| earning on pension plan investments               | 74,512                     | \$ 269                      | 74,781            |
| <b>Total deferred inflows of resources</b>        | <b>\$ 115,973</b>          | <b>\$ 418</b>               | <b>\$ 116,391</b> |
| <b>Total OPEB expense</b>                         | <b>\$ 12,593</b>           | <b>\$ 45</b>                | <b>\$ 12,638</b>  |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 13 – Other Postemployment Benefits (Continued)**

**B. General Information about OPEB Plan**

**Plan Description**

The County administers a single-employer defined benefit plan which provides medical and dental insurance benefits to eligible retirees. County retirees who retire directly from the County are eligible for health coverage in the County self-funded health plans if they meet certain age and service eligibility requirements. The County’s self-funded medical and dental plans are administered by Blue Shield of California. In addition, the County contracts with Dental Health Service and Vision Service Plan (VSP) for dental and vision benefits.

The County established an OPEB trust with the Public Agency Retirement Services (PARS) to accumulate resources to fund future benefit payments of the Plan.

**Benefits Provided**

Employees are eligible for retiree health benefits if they retire from the County with at least 10 years of service and are receiving retirement benefits from County of Imperial employees’ Retirement System (ICERS). Former County employees with at least 10 years of service who have not yet commenced retirement benefits with ICERS may apply for County retiree health plan coverage upon commencement of pension benefits from ICERS. Beginning in 2012, the County now requires all Medicare eligible retirees to enroll in a fully insured Medicare Supplement plan. Retirees may elect to cover spouses in their medical, dental, and vision coverage, however retirees are charged the full premium for spouses’ medical, dental, and vision coverage. The County now contracts with United Health Care for Medicare Supplement coverage for its Medicare eligible retirees.

**Health Benefits**

For County employees hired after December 31, 1988, the retiree will be required to pay a self-pay premium for retiree only coverage based on years of service Plan 1 or 2 enrollment as shown in the tables below.

For County employees hired prior to January 1, 1989, the retiree will be required to pay the same self-pay premium for retiree only coverage as retirees hired after December 31, 1988 with 25+ years of service.

Retirees who elect coverage for their spouses or dependents must pay an additional self-pay premium as shown in the table below.

| <u>Years of Service</u> | <u>County Portion</u> | <u>Retiree Portion</u> |
|-------------------------|-----------------------|------------------------|
| 10 to 15 years          | 25%                   | 75%                    |
| 16 to 20 years          | 50%                   | 50%                    |
| 21 to 24 years          | 75%                   | 25%                    |
| 25 years or above       | 100%                  | 0%                     |

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

|                                     |              |
|-------------------------------------|--------------|
| Active employees                    | 1,993        |
| Retired employees and beneficiaries | 796          |
| Total                               | <u>2,789</u> |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 13 – Other Postemployment Benefits (Continued)**

**C. OPEB Liabilities, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB**

**Net OPEB Liability**

At June 30, 2023, the County reported a net OPEB liability of \$241,083.

**Actuarial Methods and Assumptions**

The Net OPEB Liability measured as of June 30, 2022 was determined using the following actuarial assumptions:

|  |   |
|--|---|
| Discount Rate                                | 3.54%   |
| Inflation                                    | 2.50%   |
| Actuarial cost method                        | Entry Age Normal Cost Method  |
| Expected long-term investment rate of return | 5.00%   |
| Mortality, Termination, and Disability       | Pre-retirement: Headcount Weighted PUB-2010 Employee Mortality Table projected with mortality improvement scale MP-2020. Post-retirement Healthy General Members: Headcount Weighted PUB-2010 General Retiree Mortality Table project with mortality improvement scale MP-2020. Disabled General Members: Headcount Weighted PUB-2010 General Disabled Retiree Mortality Table with mortality improvement scale. Health Safety Members: Headcount Weighted PUB-2010 Safety Retiree Mortality Table projected with mortality improvement scale MP-2020. Disabled Safety Members: Headcount Weighted PUB-2010 Safety Disabled Retiree Mortality Table projected with mortality improvement scale MP-2020. Healthy Beneficiaries: Headcount Weighted PUB-2010 General Contingent Survivors Mortality Table projected with mortality improvement scale MP-2020. |
| Mortality Improvement Scale                  | Mortality Improvement Scale MP-2020   |
| Healthcare Trend Rate                        | Health cost inflation trend derived by using the "Geltzen" model developed by the Society of Actuaries  |

**Investment Rate of Return**

The table below reflects the long-term expected real rate of return by asset class.

| <u>Asset Class</u>          | <u>Target Allocation</u> | <u>Expected Real Rate of Return</u> |
|-----------------------------|--------------------------|-------------------------------------|
| Cash and equivalents        | 6.00%                    | 2.58%                               |
| Mutual Funds - Fixed Income | 46.60%                   | 4.13%                               |
| Mutual Funds - Equity       | 47.40%                   | 6.68%                               |
| Total                       | <u>100.00%</u>           |                                     |

**Discount Rate**

The County has not established an ongoing funding policy of periodic contributions, but may consider funding on an ad hoc basis. In the absence of a funding policy and due to the size of the trust fund assets relative to the plan liabilities, a discount rate of 3.54%, based on the 20 Year Bond GO Index was used to calculate the net OPEB liability for the June 30, 2022 measurement date.

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 13 – Other Postemployment Benefits (Continued)**

**C. OPEB Liabilities, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)**

**Changes in the Net OPEB Liability**

The table below shows the changes in the total OPEB liability, the Plan Fiduciary Net Position, and the net OPEB liability during the measurement period ending on June 30, 2022.

|  | <b>Total OPEB<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position</b> | <b>Net OPEB<br/>Liability</b> |
|--|---------------------------------|--|-------------------------------|
| Balance at June 30, 2021                           | \$ 306,391                      | \$ 1,825                               | \$ 304,566                    |
| Changes in the year:                               |                                 |  |                               |
| Service cost                                       | 15,534                          | -                                      | 15,534                        |
| Interest on the total OPEB liabilities             | 6,881                           | -                                      | 6,881                         |
| Change of benefit terms                            | -                               | -                                      | -                             |
| Changes in assumptions                             | (64,681)                        | -                                      | (64,681)                      |
| Differences between expected and actual experience | (14,602)                        | -                                      | (14,602)                      |
| Benefit payments, including                        |                                 |  |                               |
| refunds of members contributions                   | (6,923)                         | (6,923)                                | -                             |
| Contributions - employer                           | -                               | 6,836                                  | (6,836)                       |
| Contributions - employee                           | -                               | -                                      | -                             |
| Net investment income                              | -                               | (210)                                  | 210                           |
| Administrative expenses                            | -                               | (11)                                   | 11                            |
| Net changes  | <u>(63,791)</u>                 | <u>(308)</u>                           | <u>(63,483)</u>               |
| Balance at June 30, 2022 (Measurement Date)        | <u>\$ 242,600</u>               | <u>\$ 1,517</u>                        | <u>\$ 241,083</u>             |

- (1) Assumption changed due to a change in discount rate from 2.16% to 3.54%.
- (2) The benefit payments shown based on the expected benefit payment.
- (3) The amount shown above includes both the contributions made to the trust and the expected benefit payment cost.

The County did not make any contributions into the OPEB Trust from the period of July 1, 2022 to June 30, 2023.

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates**

The first table shows what the County’s Net OPEB Liability (NOL) would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate.

The second table shows what the County’s Net OPEB Liability (NOL) would be if it were calculated using Healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current Healthcare cost trend rates.

| <b>Plan's Net OPEB Liability</b>            |  |   |
|---|--|---|
| <b>Discount Rate - 1%</b><br><b>(2.54%)</b> | <b>Current Discount<br/>Rate (3.54%)</b> | <b>Discount Rate + 1%</b><br><b>(4.54%)</b> |
| \$ 367,090                                  | \$ 241,083                               | \$ 255,626                                  |

| <b>Plan's Net OPEB Liability</b>       |            |            |
|--|------------|------------|
| <b>Healthcare Cost<br/>Trend Rates</b> |            |            |
| <b>-1%</b>                             | <b>1%</b>  |            |
| \$ 245,440                             | \$ 241,083 | \$ 384,234 |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 13 – Other Postemployment Benefits (Continued)**

**C. OPEB Liabilities, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB (Continued)**

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

For the fiscal year ended June 30, 2023, the County recognized OPEB expense of \$12,638. As of June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|  | <b>Deferred outflows<br/>of Resources</b> | <b>Deferred inflows<br/>of Resources</b> |
|--|---|--|
| Employer contributions made subsequent to the measurement date | \$ 11,052                                 | \$ -                                     |
| Difference between expected and actual experience              | 1,589                                     | (41,610)                                 |
| Net difference between projected and actual earnings           | 126                                       | (74,781)                                 |
| Changes of assumptions   | 13,133                                    | -  |
| Total  | \$ 25,900                                 | \$ (116,391)                             |

The amount of \$11,052 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. Amounts currently reported as deferred outflows of resources and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| <b>Year<br/>Ended June 30</b> | <b>Deferred Outflows/<br/>(Inflows) of Resources</b> |
|-------------------------------|--|
| 2024                          | \$ (18,045)  |
| 2025                          | (15,838)   |
| 2026                          | (13,268)   |
| 2027                          | (13,009)   |
| 2028                          | (12,348)   |
| Thereafter                    | (29,035)   |
|                               | \$ (101,543)   |

**D. OPEB Fiduciary Plan – GASB 74**

The following information is provided for the OPEB plan in accordance with GASB 74. The OPEB Fiduciary Plan is the same Plan as reported above, however, the scope of GASB 74 includes the OPEB Fiduciary Trust. In addition, the reporting periods differ and, as such, the financial information is different. Certain information requiring footnote disclosure is repetitive.

The OPEB Plan is administered by the County and plan assets are recorded in the General Fund. The net OPEB plan liability and asset information is reported within certain defined timeframes as listed below:

|                    |                               |
|--------------------|-------------------------------|
| Valuation date     | June 30, 2022                 |
| Measurement date   | June 30, 2023                 |
| Measurement period | July 1, 2022 to June 30, 2023 |

As of June 30, 2022 valuation date, the following employees were covered by the benefit terms:

|                                     |       |
|-------------------------------------|-------|
| Active employees                    | 1,993 |
| Retired employees and beneficiaries | 796   |
| Total                               | 2,789 |



**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 13 – Other Postemployment Benefits (Continued)**

**D. OPEB Fiduciary Plan – GASB 74 (Continued)**

**Net OPEB Liability of the County**

The components of the Net OPEB liability of the County at June 30, 2023, were as follows:

|   | <b>Total OPEB<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position</b> | <b>Net OPEB<br/>Liability</b> |
|---|---------------------------------|--|-------------------------------|
| Balance at June 30, 2022  | \$ 242,600                      | \$ 1,517                               | \$ 241,083                    |
| Changes in the year:  |                                 |  |                               |
| Service cost  | 9,827                           | -                                      | 9,827                         |
| Interest on the total OPEB liabilities                          | 8,825                           | -                                      | 8,825                         |
| Change of benefit terms   | -                               | -                                      | -                             |
| Changes in assumptions  | 4,472                           | -                                      | 4,472                         |
| Differences between expected and actual experience              | (4,414)                         | -                                      | (4,414)                       |
| Benefit payments, including<br>refunds of members contributions | (6,545)                         | (6,545)                                | -                             |
| Plan to plan resource movement                                  | -                               | -                                      | -                             |
| Contributions - employer  | -                               | 6,545                                  | (6,545)                       |
| Contributions - employee  | -                               | -                                      | -                             |
| Net investment income   | -                               | 109                                    | (109)                         |
| Administrative expenses   | -                               | (9)                                    | 9                             |
| Net changes   | 12,165                          | 100                                    | 12,065                        |
| Balance at June 30, 2023 (Measurement Date)                     | <u>\$ 254,765</u>               | <u>\$ 1,617</u>                        | <u>\$ 253,148</u>             |

**Actuarial Methods and Assumptions**

The Total OPEB Liability measured as of June 30, 2023 was determined using the following actuarial assumptions:

|  |   |
|--|---|
| Discount Rate                                | 3.65%   |
| Inflation                                    | 2.40%   |
| Actuarial cost method                        | Entry Age Normal Cost Method  |
| Expected long-term investment rate of return | 5.50%   |
| Mortality, Termination, and Disability       | Pre-retirement: Headcount Weighted PUB-2010 Employee Mortality Table projected with mortality improvement scale MP-2020. Post-retirement Healthy General Members: Headcount Weighted PUB-2010 General Retiree Mortality Table project with mortality improvement scale MP-2020. Disabled General Members: Headcount Weighted PUB-2010 General Disabled Retiree Mortality Table with mortality improvement scale. Health Safety Members: Headcount Weighted PUB-2010 Safety Retiree Mortality Table projected with mortality improvement scale MP-2020. Disabled Safety Members: Headcount Weighted PUB-2010 Safety Disabled Retiree Mortality Table projected with mortality improvement scale MP-2020. Healthy Beneficiaries: Headcount Weighted PUB-2010 General Contingent Survivors Mortality Table projected with mortality improvement scale MP-2020. |
| Mortality Improvement Scale                  | Mortality Improvement Scale MP-2020   |
| Healthcare Trend Rate                        | Health cost inflation trend derived by using the "Geltzen" model developed by the Society of Actuaries  |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 13 – Other Postemployment Benefits (Continued)**

**D. OPEB Fiduciary Plan – GASB 74 (Continued)**

**Investment Rate of Return**

The table below reflects the long-term expected real rate of return by asset class.

| Asset Class                 | Target Allocation | Expected Real Rate of Return |
|-----------------------------|-------------------|------------------------------|
| Cash and equivalents        | 4.50%             | 2.88%                        |
| Mutual Funds - Fixed Income | 48.00%            | 4.40%                        |
| Mutual Funds - Equity       | 47.50%            | 8.15%                        |
| Total                       | 100.00%           |                              |

**Discount Rate**

The County has not established an ongoing funding policy of periodic contributions, but may consider funding on an ad hoc basis. In the absence of a funding policy and due to the size of the trust fund assets relative to the plan liabilities, a discount rate of 3.65%, based on the 20 Year Bond GO Index was used to calculate the net OPEB liability for the June 30, 2023 measurement date. The discount rate used for the June 30, 2023 measurement date was 3.65%.

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates**

The first table shows what the County’s Net OPEB Liability (NOL) would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate.

The second table shows what the County’s Net OPEB Liability (NOL) would be if it were calculated using Healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current Healthcare cost trend rates.

| Plan's Net OPEB Liability     |                                  |                               |
|-------------------------------|----------------------------------|-------------------------------|
| Discount Rate - 1%<br>(2.65%) | Current Discount<br>Rate (3.65%) | Discount Rate + 1%<br>(4.65%) |
| \$ 297,638                    | \$ 253,148                       | \$ 217,565                    |

| Plan's Net OPEB Liability |             |            |
|---------------------------|-------------|------------|
| Healthcare Cost           |             |            |
| -1%                       | Trend Rates | 1%         |
| \$ 210,611                | \$ 253,148  | \$ 308,682 |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 14 – Other Required Disclosures**

**A. Deficit Fund Balances/Net Position**

At June 30, 2023, the following funds had a fund balance (deficit) or unrestricted net position (deficit), which will be eliminated through the reduction in future expenditures and/or the use of new funding sources:

| <b>Fund</b>                                | <b>Fund Type</b>      | <b>Deficit</b> |
|--|-----------------------|----------------|
| Social Services Fund                       | Special Revenue Fund  | \$ 3,938       |
| Behavioral Health Services Fund            | Special Revenue Fund  | 1,544          |
| Library Fund                               | Special Revenue Fund  | 665            |
| IHSS Public Authority Fund                 | Special Revenue Fund  | 94             |
| Admin ICCED Fund                           | Special Revenue Fund  | 1              |
| Economic Development Fund                  | Special Revenue Fund  | 1,589          |
| USDA Fund                                  | Special Revenue Fund  | 282            |
| Fire Protection Fund                       | Special Revenue Fund  | 328            |
| Police Protection Fund                     | Special Revenue Fund  | 1,434          |
| Recreational Facilities Fund               | Special Revenue Fund  | 58             |
| Other Protection Fund                      | Special Revenue Fund  | 732            |
| Sanitation Fund                            | Enterprise Fund       | 69,220         |
| County Transit Administrative Program Fund | Enterprise Fund       | 2              |
| Garage Operating Fund                      | Internal Service Fund | 2,894          |
| Central Mail System Fund                   | Internal Service Fund | 24             |
| Information Systems Fund                   | Internal Service Fund | 2,783          |

The County’s governmental activities had an unrestricted net position (deficit) of \$(385,425) as of June 30, 2023. This is mainly due to reporting of net pension liability of \$(159,936) as required under GASB Statement No. 68 (Note 12) and reporting of Total OPEB liability of \$(239,749) as required under GASB Statement No. 75 (Note 13). The County’s business-type activities had an unrestricted net position (deficit) of \$(68,479) due to reporting of landfill closure/post-closure liability of \$(41,020) as required under GASB Statement No. 18 (Note 10). The Special Revenue Funds and Capital Projects Fund and Internal Service Funds deficits are expected to be eliminated by future grant revenues, intergovernmental and charges for services, and transfers from the General Fund. The Internal Service Funds deficits are expected to be eliminated by future internal service charges. To eliminate the Sanitation Fund deficit, the County is in the process of generating a new rate study to adjust the land use fee to generate additional revenues to address the operations, maintenance, closure costs and debt. is expected to be eliminated by transfers from the General Fund and a new rate study.

**B. Expenditures Exceeding Appropriations**

For the year ended June 30, 2023, expenditures exceeded appropriations in the following funds by function:

| <b>Fund</b>                                     | <b>Function</b>                           | <b>Excess Expenditures<br/>over Appropriations</b> |
|---|---|--|
| General Fund                                    | Debt service: Principal                   | \$ 1,088   |
| General Fund                                    | Debt service: Interest and fiscal charges | 67   |
| Social Services Special Revenue Fund            | Debt service: Principal                   | 2,484  |
| Social Services Special Revenue Fund            | Debt service: Interest and fiscal charges | 79   |
| Behavioral Health Services Special Revenue Fund | Debt service: Principal                   | 1,431  |
| Behavioral Health Services Special Revenue Fund | Debt service: Interest and fiscal charges | 103  |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 15 – Fund Balance Classification**

The County classifies fund balances, as shown on the *Balance Sheet – Governmental Funds*, as follows as:

|                                   | General<br>Fund | Health<br>Realignment<br>Fund | 1911<br>Realignment<br>Fund | Social<br>Services<br>Fund | American<br>Rescue<br>Plan Act<br>Fund | Behavioral<br>Health<br>Services<br>Fund | Non-major<br>Governmental<br>Funds | Total         |
|-----------------------------------|-----------------|-------------------------------|-----------------------------|----------------------------|--|--|------------------------------------|---------------|
| <b>Nonspendable</b>               |                 |                               |                             |                            |  |  |                                    |               |
| Inventories and prepaid items     | \$ 2,392        | \$ -                          | \$ -                        | \$ -                       | \$ -                                   | \$ 107                                   | \$ 889                             | \$ 3,388      |
| Advances to other funds           | 25,748          | -                             | -                           | -                          | -                                      | -  | -                                  | 25,748        |
| <b>Total nonspendable</b>         | <b>28,140</b>   | <b>-</b>                      | <b>-</b>                    | <b>-</b>                   | <b>-</b>                               | <b>107</b>                               | <b>889</b>                         | <b>29,136</b> |
| <b>Restricted</b>                 |                 |                               |                             |                            |  |  |                                    |               |
| Public Works Roads                | -               | -                             | -                           | -                          | -                                      | -  | 1,443                              | 1,443         |
| Host Public Benefit Fees          | -               | -                             | -                           | -                          | -                                      | -  | 18,305                             | 18,305        |
| Public Health                     | -               | -                             | -                           | -                          | -                                      | -  | 261                                | 261           |
| Gateway CSA CAO                   | -               | -                             | -                           | -                          | -                                      | -  | 212                                | 212           |
| Workforce Investment Act          | -               | -                             | -                           | -                          | -                                      | -  | 725                                | 725           |
| Federal Jail Improvements         | -               | -                             | -                           | -                          | -                                      | -  | 21                                 | 21            |
| Criminal Justice Facilities       | -               | -                             | -                           | -                          | -                                      | -  | 2,167                              | 2,167         |
| Geothermal Admin                  | -               | -                             | -                           | -                          | -                                      | -  | 366                                | 366           |
| Substance Abuse                   | -               | -                             | -                           | -                          | -                                      | -  | 66                                 | 66            |
| Service Authority Freeway Emerg   | -               | -                             | -                           | -                          | -                                      | -  | 1,490                              | 1,490         |
| Air Pollution Control             | -               | -                             | -                           | -                          | -                                      | -  | 5,564                              | 5,564         |
| DMV Fees                          | -               | -                             | -                           | -                          | -                                      | -  | 2,587                              | 2,587         |
| Recorders Improvements            | -               | -                             | -                           | -                          | -                                      | -  | 1,282                              | 1,282         |
| Medi-Cal/CMSP                     | -               | -                             | -                           | -                          | -                                      | -  | 11,649                             | 11,649        |
| MHSA Act Prop #63                 | -               | -                             | -                           | -                          | -                                      | -  | 6,994                              | 6,994         |
| Public Works Impact Fees          | -               | -                             | -                           | -                          | -                                      | -  | 254                                | 254           |
| Cal-Mmet Grant                    | -               | -                             | -                           | -                          | -                                      | -  | 799                                | 799           |
| Ozone Operational Develop         | -               | -                             | -                           | -                          | -                                      | -  | 47                                 | 47            |
| Measure D LTA Roads               | -               | -                             | -                           | -                          | -                                      | -  | 9,929                              | 9,929         |
| Sunbeam Lake RV Park              | -               | -                             | -                           | -                          | -                                      | -  | 16                                 | 16            |
| Com Cor Perform Incent            | -               | -                             | -                           | -                          | -                                      | -  | 1,724                              | 1,724         |
| Wraparound Program Probation      | -               | -                             | -                           | -                          | -                                      | -  | 1,780                              | 1,780         |
| IGT Intra Govt Transfer           | -               | -                             | -                           | -                          | -                                      | -  | 321                                | 321           |
| Local Health Authority            | -               | -                             | -                           | -                          | -                                      | -  | 1,574                              | 1,574         |
| SB1-Road Maint & Rehab Act        | -               | -                             | -                           | -                          | -                                      | -  | 11,241                             | 11,241        |
| APCD Rule 310                     | -               | -                             | -                           | -                          | -                                      | -  | 1,092                              | 1,092         |
| Farmers Program Carl Moyer        | -               | -                             | -                           | -                          | -                                      | -  | 473                                | 473           |
| Boating & Waterways               | -               | -                             | -                           | -                          | -                                      | -  | 10                                 | 10            |
| Community Development Block Grant | -               | -                             | -                           | -                          | -                                      | -  | 3,847                              | 3,847         |
| Disaster Recovery                 | -               | -                             | -                           | -                          | -                                      | -  | 2,185                              | 2,185         |
| First Time Homebuyer              | -               | -                             | -                           | -                          | -                                      | -  | 2,021                              | 2,021         |
| Housing Rehabilitation            | -               | -                             | -                           | -                          | -                                      | -  | 108                                | 108           |
| Water Treatment                   | -               | -                             | -                           | -                          | -                                      | -  | 3,460                              | 3,460         |
| Parks and Recreation              | -               | -                             | -                           | -                          | -                                      | -  | 8                                  | 8             |
| Administration                    | -               | -                             | -                           | -                          | -                                      | -  | 764                                | 764           |
| Communication                     | -               | -                             | -                           | -                          | -                                      | -  | 27                                 | 27            |
| Detention and Correction          | -               | -                             | -                           | -                          | -                                      | -  | 237                                | 237           |
| Health                            | -               | -                             | -                           | -                          | -                                      | -  | 25,168                             | 25,168        |
| Legislative and Admin             | -               | -                             | -                           | -                          | -                                      | -  | 149                                | 149           |
| Property Management               | -               | -                             | -                           | -                          | -                                      | -  | 317                                | 317           |
| Public Way                        | -               | -                             | -                           | -                          | -                                      | -  | 259                                | 259           |
| Public Protection                 | -               | -                             | -                           | -                          | -                                      | -  | 4,300                              | 4,300         |
| Other Assistance                  | -               | -                             | -                           | -                          | -                                      | -  | 4,696                              | 4,696         |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

**Note 15 – Fund Balance Classification (Continued)**

The County classifies fund balances, as shown on the *Balance Sheet – Governmental Funds*, as follows as:

|                                    | General Fund | Behavioral Health Proposition #63 Fund | 1911 Realignment Fund | Social Services Fund | American Rescue Plan Act Fund | Behavioral Health Services Fund | Non-major Governmental Funds | Total      |
|------------------------------------|--------------|--|-----------------------|----------------------|-------------------------------|---------------------------------|------------------------------|------------|
| <b>Restricted (Continued)</b>      |              |  |                       |                      |                               |                                 |                              |            |
| Public Assistance                  | -            | -                                      | -                     | -                    | -                             | -                               | 6,712                        | 6,712      |
| Education                          | -            | -                                      | -                     | -                    | -                             | -                               | 988                          | 988        |
| Child Support Services             | -            | -                                      | -                     | -                    | -                             | -                               | 151                          | 151        |
| California Child Services          | -            | -                                      | -                     | -                    | -                             | -                               | 5                            | 5          |
| Animal Control                     | -            | -                                      | -                     | -                    | -                             | -                               | 10                           | 10         |
| Special District Operations        | -            | -                                      | -                     | -                    | -                             | -                               | 1,654                        | 1,654      |
| Transportation Development Act     | -            | -                                      | -                     | -                    | -                             | -                               | 417                          | 417        |
| Geothermal and Lithium Development | -            | -                                      | -                     | -                    | -                             | -                               | 4,268                        | 4,268      |
| DNA ID Local Portion               | -            | -                                      | -                     | -                    | -                             | -                               | 571                          | 571        |
| Other Special Revenue Programs     | -            | -                                      | -                     | -                    | -                             | -                               | 16,805                       | 16,805     |
| Debt Service                       | -            | -                                      | -                     | -                    | -                             | -                               | 5,373                        | 5,373      |
| <b>Total restricted</b>            | -            | -                                      | -                     | -                    | -                             | -                               | 166,892                      | 166,892    |
| <b>Assigned</b>                    |              |  |                       |                      |                               |                                 |                              |            |
| Capital Projects                   | -            | -                                      | -                     | -                    | -                             | -                               | 696                          | 696        |
| <b>Total assigned</b>              | -            | -                                      | -                     | -                    | -                             | -                               | 696                          | 696        |
| <b>Unassigned (deficit)</b>        | (3,841)      | -                                      | -                     | (3,938)              | -                             | (1,651)                         | (5,183)                      | (14,613)   |
| <b>Total fund balances</b>         | \$ 24,299    | \$ -                                   | \$ -                  | \$ (3,938)           | \$ -                          | \$ (1,544)                      | \$ 163,294                   | \$ 182,111 |

**Note 16 – Net Investment in Capital Assets**

Net Investment in Capital Assets consisted of the following at June 30, 2023:

|   | Governmental Activities | Business-type Activities | Total      |
|---|-------------------------|--------------------------|------------|
| Total capital assets, net               | \$ 168,357              | \$ 8,449                 | \$ 176,806 |
| Less related debt:                      |                         |                          |            |
| Certificates of participation           | (4,720)                 | -                        | (4,720)    |
| Finance purchase agreement              | (929)                   | -                        | (929)      |
| Lease liability                         | (24,000)                | -                        | (24,000)   |
| Subscription liability                  | (7,654)                 | -                        | (7,654)    |
| <b>Net investment in capital assets</b> | \$ 131,054              | \$ 8,449                 | \$ 139,503 |

**County of Imperial**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Note 17 – Prior Period Adjustments**

**A. Government-Wide Financial Statements**

The beginning net position (deficit) at July 1, 2022 of the Government-Wide Financial Statements was restated as follows:

|   | <b>Governmental<br/>Activities</b> |
|---|------------------------------------|
| Net position (deficit), as previously reported, at July 1, 2022                             | \$ (92,023)                        |
| To implement GASB 96 <i>Subscription-based information technology arrangements (SBITAs)</i> | 1,423                              |
| Net position (deficit) at July 1, 2022, as restated   | \$ (90,600)                        |

A prior period adjustments was recorded in the Governmental Activities to implement GASB 96 *Subscription-Based Information Technology Arrangements* in the amount of \$1,423.

|   | <b>Component Unit<br/>Children and<br/>Families First<br/>Commission</b> |
|---|--|
| Net position, as previously reported, at July 1, 2022   | \$ 5,843   |
| To correct an error due to the entity not implementing GASB 87 <i>Leases</i> in the prior year financial statements as required | (6)  |
| Net position at July 1, 2022, as restated   | \$ 5,837   |

A prior period adjustments was recorded in the Component Unit to correct an error due to the entity not implementing GASB 87 *Leases* in the prior year financial statements as required in the amount of \$6.

**Note 18 – Commitments and Contingencies**

**A. Litigation**

The County is a defendant in various lawsuits which arise under the normal course of the operations. In the opinion of County Counsel and management, such claims against the County not covered by insurance would not materially affect the combined financial statements of the County.

**B. Federal and State Grants**

The County recognizes as revenues, grant monies received as reimbursement for costs incurred in certain federal and state programs it administers. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

**REQUIRED SUPPLEMENTARY INFORMATION**

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**County of Imperial**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Comparison Schedules – General Fund**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Favorable/<br/>(Unfavorable)</u> |
|---|-------------------------|--------------------|---------------------------|--|
|   | <u>Original</u>         | <u>Final</u>       |                           |  |
| <b>REVENUES:</b>                            |                         |                    |                           |  |
| Taxes                                       | \$ 30,871               | \$ 30,871          | \$ 34,525                 | \$ 3,654   |
| Licenses, permits and fees                  | 1,153                   | 1,153              | 1,701                     | 548  |
| Fines, forfeitures, and penalties           | 4,377                   | 4,383              | 5,211                     | 828  |
| Investment income (loss)                    | 1,296                   | 1,321              | 2,085                     | 764  |
| Intergovernmental                           | 49,756                  | 50,464             | 57,945                    | 7,481  |
| Charges for current services                | 23,825                  | 25,246             | 25,487                    | 241  |
| Other revenue                               | 1,262                   | 4,263              | 3,472                     | (791)  |
| <b>Total revenues</b>                       | <u>112,540</u>          | <u>117,701</u>     | <u>130,426</u>            | <u>12,725</u>  |
| <b>EXPENDITURES:</b>                        |                         |                    |                           |  |
| Current:                                    |                         |                    |                           |  |
| General government                          | 26,895                  | 27,855             | 26,197                    | 1,658  |
| Public protection                           | 87,939                  | 91,018             | 87,994                    | 3,024  |
| Health and sanitation                       | 295                     | 295                | 295                       | -  |
| Public assistance                           | 3,839                   | 3,839              | 3,836                     | 3  |
| Capital outlay                              | 25                      | 5,732              | 3,299                     | 2,433  |
| Debt service:                               |                         |                    |                           |  |
| Principal                                   | -                       | -                  | 1,088                     | (1,088)  |
| Interest and fiscal charges                 | -                       | -                  | 67                        | (67)   |
| <b>Total expenditures</b>                   | <u>118,993</u>          | <u>128,739</u>     | <u>122,776</u>            | <u>5,963</u>   |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b>   | <u>(6,453)</u>          | <u>(11,038)</u>    | <u>7,650</u>              | <u>18,688</u>  |
| <b>OTHER FINANCING SOURCES (USES):</b>      |                         |                    |                           |  |
| Transfers out                               | (12,526)                | (12,526)           | (18,188)                  | (5,662)  |
| <b>Total other financing sources (uses)</b> | <u>(10,136)</u>         | <u>(10,136)</u>    | <u>(18,188)</u>           | <u>(8,052)</u>   |
| <b>Net change in fund balance</b>           | <u>\$ (16,589)</u>      | <u>\$ (21,174)</u> | <u>(10,538)</u>           | <u>\$ 10,636</u>   |
| <b>FUND BALANCE:</b>                        |                         |                    |                           |  |
| Beginning of year                           |                         |                    | <u>34,837</u>             |  |
| End of year                                 |                         |                    | <u>\$ 24,299</u>          |  |

**County of Imperial**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Comparison Schedules – Social Services Special Revenue Fund**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | <u>Budgeted Amounts</u> |                | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget<br/>Favorable/<br/>(Unfavorable)</u> |
|---|-------------------------|----------------|---------------------------|--|
|   | <u>Original</u>         | <u>Final</u>   |                           |  |
| <b>REVENUES:</b>                            |                         |                |                           |  |
| Investment income (loss)                    | \$ 26                   | \$ 26          | \$ 97                     | \$ 71  |
| Intergovernmental                           | 116,615                 | 121,463        | 114,255                   | (7,208)  |
| Charges for current services                | 80                      | 80             | 31                        | (49)   |
| Other revenue                               | 40                      | 40             | 43                        | 3  |
| <b>Total revenues</b>                       | <u>116,761</u>          | <u>121,609</u> | <u>114,426</u>            | <u>(7,183)</u>   |
| <b>EXPENDITURES:</b>                        |                         |                |                           |  |
| Current:                                    |                         |                |                           |  |
| Public assistance                           | 125,482                 | 130,417        | 123,516                   | 6,901  |
| Capital outlay                              | -                       | 111            | -                         | 111  |
| Debt service:                               |                         |                |                           |  |
| Principal                                   | -                       | -              | 2,484                     | (2,484)  |
| Interest and fiscal charges                 | -                       | -              | 79                        | (79)   |
| <b>Total expenditures</b>                   | <u>125,482</u>          | <u>130,528</u> | <u>126,079</u>            | <u>4,449</u>   |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b>   | <u>(8,721)</u>          | <u>(8,919)</u> | <u>(11,653)</u>           | <u>(2,734)</u>   |
| <b>OTHER FINANCING SOURCES (USES):</b>      |                         |                |                           |  |
| Transfers in                                | 10,118                  | 10,118         | 10,118                    | -  |
| Transfers out                               | (635)                   | (635)          | (635)                     | -  |
| <b>Total other financing sources (uses)</b> | <u>9,483</u>            | <u>9,483</u>   | <u>9,483</u>              | <u>-</u>   |
| <b>Net change in fund balance</b>           | <u>\$ 762</u>           | <u>\$ 564</u>  | <u>(2,170)</u>            | <u>\$ (2,734)</u>  |
| <b>FUND BALANCE (DEFICIT):</b>              |                         |                |                           |  |
| Beginning of year                           |                         |                | <u>(1,768)</u>            |  |
| End of year                                 |                         |                | <u>\$ (3,938)</u>         |  |

**County of Imperial**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Comparison Schedules – Behavioral Health Services Special Revenue Fund**  
**For the Year Ended June 30, 2023 (in thousands)**

|                                   | Budgeted Amounts |                 | Actual<br>Amounts | Variance with<br>Final Budget<br>Favorable/<br>(Unfavorable) |
|-----------------------------------|------------------|-----------------|-------------------|--|
|                                   | Original         | Final           |                   |  |
| <b>REVENUES:</b>                  |                  |                 |                   |  |
| Investment income (loss)          | \$ 40            | \$ 40           | \$ (35)           | \$ (75)  |
| Intergovernmental                 | 55,927           | 56,956          | 36,499            | (20,457)   |
| Charges for current services      | 3,495            | 3,495           | 9,174             | 5,679  |
| Other revenue                     | 110              | 110             | 20                | (90)   |
| <b>Total revenues</b>             | <u>59,572</u>    | <u>60,601</u>   | <u>45,658</u>     | <u>(14,943)</u>  |
| <b>EXPENDITURES:</b>              |                  |                 |                   |  |
| Current:                          |                  |                 |                   |  |
| Health and sanitation             | 59,540           | 59,988          | 46,675            | 13,313   |
| Capital outlay                    | 32               | 1,293           | 625               | 668  |
| Debt service:                     |                  |                 |                   |  |
| Principal                         | -                | -               | 1,431             | (1,431)  |
| Interest and fiscal charges       | -                | -               | 103               | (103)  |
| <b>Total expenditures</b>         | <u>59,572</u>    | <u>61,281</u>   | <u>48,834</u>     | <u>12,447</u>  |
| <b>Net change in fund balance</b> | <u>\$ -</u>      | <u>\$ (680)</u> | (3,176)           | <u>\$ (2,496)</u>  |
| <b>FUND BALANCE (DEFICIT):</b>    |                  |                 |                   |  |
| Beginning of year                 |                  |                 | <u>1,632</u>      |  |
| End of year                       |                  |                 | <u>\$ (1,544)</u> |  |

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**County of Imperial**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Budgetary Information**  
**For the Year Ended June 30, 2023 (in thousands)**

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**Budgetary Information**

In accordance with the provisions of Sections 29000-29143 of the Government Code of the State of California, commonly known as the County Budget Act, the County prepares and adopts a budget on or before August 30, for each fiscal year.

Expenditures are controlled on the object level except for capital assets expenditures which are controlled on the sub-object level.

Encumbrances, which are commitments related to executor contracts for goods or services, are recorded for budgetary control purposes in the governmental and proprietary fund types. Encumbrance accounting is utilized to assure effective budgetary control accountability. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end and encumbrances outstanding at that time are liquidated at year-end.

Amendments or transfers of appropriations between objects of expenditures within the same department or between departments within any fund must be approved by the County Executive Office.

Supplemental appropriations necessary and normally financed by unanticipated revenues during the year must be approved by the Board of Supervisors. Any deficiency of budgeted revenues and other financing sources over expenditures and other financing uses is financed by beginning fund balances as provided for in the County Budget Act.

The budgetary comparison schedules are presented using the modified accrual basis of accounting. A reconciliation of budgetary information to GAAP information is not needed as there are no differences between the two.

There is no budgetary schedule for the Health Realignment Fund, the 1911 Realignment Fund, or the American Rescue Plan Act Fund.

**County of Imperial**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of County's Proportionate Share of the Net Pension Liability**  
**June 30, 2023 (in thousands)**

| <b>Fiscal Year:</b>   | <b>June 30, 2023</b> | <b>June 30, 2022</b> | <b>June 30, 2021</b> | <b>June 30, 2020</b> | <b>June 30, 2019</b>             |
|---|----------------------|----------------------|----------------------|----------------------|----------------------------------|
| Measurement Date:   | June 30, 2022        | June 30, 2021        | June 30, 2020        | June 30, 2019        | June 30, 2018                    |
| Proportion of the net pension liability   | 95.4940%             | 97.8700%             | 95.2900%             | 95.1840%             | 0.94985                          |
| Proportionate share of the net pension liability                                    | \$ 160,663           | \$ 25,632            | \$ 187,420           | \$ 116,293           | \$ 126,434                       |
| Covered payroll   | \$ 121,667           | \$ 118,123           | \$ 115,139           | \$ 110,172           | \$ 106,108                       |
| Proportionate share of the net pension liability as a percentage of covered payroll | 132.05%              | 21.70%               | 162.78%              | 105.56%              | 1.191559543                      |
| Plan fiduciary net position liability   | 85.98%               | 97.90%               | 81.95%               | 87.73%               | 0.8615                           |
| <b>Fiscal Year:</b>   | <b>June 30, 2018</b> | <b>June 30, 2017</b> | <b>June 30, 2016</b> | <b>June 30, 2015</b> | <b>June 30, 2015<sup>1</sup></b> |
| Measurement Date:   | June 30, 2017        | June 30, 2016        | June 30, 2015        | June 30, 2015        | June 30, 2014                    |
| Proportion of the net pension liability   | 94.6690%             | 94.7210%             | 94.7310%             | 95.1030%             |                                  |
| Plan fiduciary net position as a percentage of the total pension liability          | \$ 126,951           | \$ 127,131           | \$ 83,939            | \$ 55,848            |                                  |
| Covered payroll   | \$ 107,075           | \$ 99,461            | \$ 95,562            | \$ 90,200            |                                  |
| Proportionate share of the net pension liability as a percentage of covered payroll | 118.56%              | 127.82%              | 87.84%               | 61.92%               |                                  |
| Plan fiduciary net position as a percentage of the total pension liability          | 85.27%               | 83.81%               | 88.71%               | 92.12%               |                                  |

<sup>1</sup> Information only presented from the implementation year

**County of Imperial**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of County's Pension Contribution**  
**For the Year Ended June 30, 2023 (in thousands)**

| <b>Fiscal Year:</b>   | <u>June 30, 2023</u> | <u>June 30, 2022</u> | <u>June 30, 2021</u> | <u>June 30, 2020</u> | <u>June 30, 2019</u> |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| Actuarially determined contributions                                  | \$ 27,216            | \$ 27,812            | \$ 26,378            | \$ 22,605            | \$ 17,707            |
| Contributions in relation to the actuarially determined contributions | \$ (26,245)          | \$ (30,397)          | \$ (24,473)          | \$ (22,996)          | \$ (22,187)          |
| Contributions deficiency (excess)                                     | <u>\$ 971</u>        | <u>\$ (2,585)</u>    | <u>\$ 1,905</u>      | <u>\$ (391)</u>      | <u>\$ (4,480)</u>    |
| Covered payroll   | <u>\$ 125,317</u>    | <u>\$ 121,667</u>    | <u>\$ 118,123</u>    | <u>\$ 115,139</u>    | <u>\$ 110,172</u>    |
| Contributions as a percentage of the covered payroll                  | <u>21.72%</u>        | <u>22.86%</u>        | <u>22.33%</u>        | <u>19.63%</u>        | <u>16.07%</u>        |

| <b>Fiscal Year:</b>   | <u>June 30, 2018</u> | <u>June 30, 2017</u> | <u>June 30, 2016</u> | <u>June 30, 2015<sup>1</sup></u> |
|---|----------------------|----------------------|----------------------|----------------------------------|
| Actuarially determined contributions                                  | \$ 17,546            | \$ 19,293            | \$ 17,334            | \$ 16,030                        |
| Contributions in relation to the actuarially determined contributions | \$ (17,707)          | \$ (19,293)          | \$ (17,334)          | \$ (16,030)                      |
| Contributions deficiency (excess)                                     | <u>\$ (161)</u>      | <u>\$ -</u>          | <u>\$ -</u>          | <u>\$ -</u>                      |
| Covered payroll   | <u>\$ 110,172</u>    | <u>\$ 107,075</u>    | <u>\$ 99,461</u>     | <u>\$ 95,562</u>                 |
| Contributions as a percentage of the covered payroll                  | <u>15.93%</u>        | <u>18.02%</u>        | <u>17.43%</u>        | <u>16.77%</u>                    |

<sup>1</sup> Information only presented from the implementation year

**County of Imperial**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of Changes in the County's Net OPEB Liability and Related Ratios**  
**June 30, 2023 (in thousands)**

| <b>Fiscal year ending:</b>   | <u>6/30/2023</u>  | <u>6/30/2022</u>  | <u>6/30/2021</u>  | <u>6/30/2020</u>  | <u>6/30/2019</u>  | <u>6/30/2018</u>             |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|------------------------------|
| Measurement date:  | <u>6/30/2022</u>  | <u>6/30/2021</u>  | <u>6/30/2020</u>  | <u>6/30/2019</u>  | <u>6/30/2018</u>  | <u>6/30/2017<sup>1</sup></u> |
| <b>Total OPEB liability</b>  |                   |                   |                   |                   |                   |                              |
| Service cost   | \$ 15,534         | \$ 14,989         | \$ 15,587         | \$ 13,563         | \$ 15,257         | \$ 17,834                    |
| Interest   | 6,881             | 6,653             | 11,581            | 11,253            | 10,190            | 8,639                        |
| Changes of benefit terms   | -                 | -                 | -                 | -                 | -                 | -                            |
| Differences between expected and actual experience                                 | (14,602)          | -                 | (43,066)          | -                 | 3,654             | -                            |
| Changes of assumptions   | (64,681)          | 2,738             | (5,485)           | 20,097            | (15,080)          | (36,107)                     |
| Benefit payments, including<br>refunds of member contributions                     | (6,923)           | (8,112)           | (7,511)           | (6,229)           | (6,120)           | (6,421)                      |
| <b>Net change in total OPEB liability</b>  | <b>(63,791)</b>   | <b>16,268</b>     | <b>(28,894)</b>   | <b>38,684</b>     | <b>7,901</b>      | <b>(16,055)</b>              |
| <b>Total OPEB liability - beginning</b>  | <b>306,391</b>    | <b>290,123</b>    | <b>319,017</b>    | <b>280,333</b>    | <b>272,432</b>    | <b>288,487</b>               |
| <b>Total OPEB liability - ending (a)</b>   | <b>\$ 242,600</b> | <b>\$ 306,391</b> | <b>\$ 290,123</b> | <b>\$ 319,017</b> | <b>\$ 280,333</b> | <b>\$ 272,432</b>            |
| <b>OPEB fiduciary net position</b>   |                   |                   |                   |                   |                   |                              |
| Contributions - employer   | \$ 6,836          | \$ 8,112          | \$ 4,573          | \$ 6,229          | \$ 6,120          | \$ 6,421                     |
| Net investment income  | (210)             | 311               | 69                | 262               | 206               | 308                          |
| Benefit payments, including<br>refunds of member contributions                     | (6,923)           | (8,112)           | (7,511)           | (6,229)           | (6,120)           | (6,421)                      |
| Administrative expense   | (11)              | (10)              | (10)              | (25)              | -                 | -                            |
| <b>Net change in plan fiduciary net position</b>                                   | <b>(308)</b>      | <b>301</b>        | <b>(2,879)</b>    | <b>237</b>        | <b>206</b>        | <b>308</b>                   |
| <b>Plan fiduciary net position - beginning</b>                                     | <b>1,825</b>      | <b>1,524</b>      | <b>4,403</b>      | <b>4,166</b>      | <b>3,960</b>      | <b>3,652</b>                 |
| <b>Plan fiduciary net position - ending (b)</b>                                    | <b>\$ 1,517</b>   | <b>\$ 1,825</b>   | <b>\$ 1,524</b>   | <b>\$ 4,403</b>   | <b>\$ 4,166</b>   | <b>\$ 3,960</b>              |
| <b>Plan net OPEB liability - ending (a) - (b)</b>                                  | <b>\$ 241,083</b> | <b>\$ 304,566</b> | <b>\$ 288,599</b> | <b>\$ 314,614</b> | <b>\$ 276,167</b> | <b>\$ 268,472</b>            |
| <b>Plan fiduciary net position as a<br/>percentage of the total OPEB liability</b> | <b>0.63%</b>      | <b>0.60%</b>      | <b>0.53%</b>      | <b>1.38%</b>      | <b>1.49%</b>      | <b>1.45%</b>                 |
| <b>Covered-employee payroll</b>  | <b>\$ 125,317</b> | <b>\$ 121,667</b> | <b>\$ 115,139</b> | <b>\$ 110,172</b> | <b>\$ 106,108</b> | <b>\$ 107,075</b>            |
| <b>Plan net OPEB liability as a<br/>percentage of covered-employee payroll</b>     | <b>193.59%</b>    | <b>251.83%</b>    | <b>251.98%</b>    | <b>289.56%</b>    | <b>264.20%</b>    | <b>254.43%</b>               |

<sup>1</sup> Information only presented from the implementation year



**County of Imperial**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of OPEB Plan Contributions**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | <u>2022-23</u>    | <u>2021-22</u>    | <u>2020-21</u>     | <u>2019-20</u> | <u>2018-19</u>    | <u>2017-18<sup>1</sup></u> |
|---|-------------------|-------------------|--------------------|----------------|-------------------|----------------------------|
| Actuarially determined contribution                                   | \$ 6,836          | \$ 8,112          | \$ 4,573           | \$ 8,832       | \$ 6,120          | \$ 19,127                  |
| Contributions in relation to the actuarially determined contributions | (11,052)          | (10,276)          | (15,935)           | (8,832)        | (7,452)           | (6,127)                    |
| <b>Contribution deficiency (excess)</b>                               | <u>\$ (4,216)</u> | <u>\$ (2,164)</u> | <u>\$ (11,362)</u> | <u>\$ -</u>    | <u>\$ (1,332)</u> | <u>\$ 13,000</u>           |
| Covered payroll   | \$ 125,317        | \$ 121,667        | \$ 118,123         | \$ 115,139     | \$ 110,172        | \$ 106,108                 |
| Contributions as a percentage of covered payroll                      | 8.82%             | 8.45%             | 13.49%             | 7.67%          | 6.76%             | 5.77%                      |

**Notes to Schedule:**

The actuarial methods and assumptions used to set the actuarially determined contributions for the fiscal year ended June 30, 2021 were as follows

**Methods and assumptions used to determine contribution rates:**

|                                      |   |
|--------------------------------------|---|
| Actuarial cost method                | Entry Age Normal Cost Method (EAN)  |
| Amortization method                  | Level Percentage of Projected Payroll   |
| Amortization period                  | 15 years  |
| Asset valuation method               | Market value of assets  |
| Discount rate                        | 2.16%   |
| Inflation                            | 2.50%   |
| Investment rate of return            | 5.00%   |
| Healthcare cost trend rate           | We have assumed overall health costs of medical benefits will increase according to the health cost inflation trend derived by using the "Getzen" model developed by the Society of Actuaries. A margin to reflect the impact of excise tax in future years is reflected in the assumed trend will increase according to the health cost inflation trend derived by using the "Getzen" model developed by the Society of Actuaries. A margin to reflect the impact of excise tax in future years is reflected in the assumed trend. |
| Projected salary growth and increase | Not applicable  |
| Mortality - Pre-Retirement           | Based on the Headcount Weighted PUB-2010 Employee Mortality Table projected with mortality improvement scale MP-2020.   |
| Mortality - Post-Retirement          | Based on the Headcount Weighted PUB-2010 Retiree Mortality Table with mortality improvement scale MP-2020.  |

<sup>1</sup> Information only presented from the implementation year

**County of Imperial**  
**Required Supplementary Information (Unaudited) (Continued)**  
**Schedule of OPEB Plan Investment Returns**  
**For the Year Ended June 30, 2023 (in thousands)**

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|  | 2021-22 | 2020-21 | 2019-20 | 2018-19 | 2017-18 | 2016-17 <sup>1</sup> |
|--|---------|---------|---------|---------|---------|----------------------|
| Annual Money-Weighted Rate of Return,<br>Net of Investment Expense | -11.56% | 20.48%  | 2.57%   | 5.68%   | 5.21%   | 8.43%                |

<sup>1</sup> Information only presented from the implementation year

**SUPPLEMENTARY INFORMATION**

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## **Non-major Governmental Funds**

### **Special Revenue Funds:**

Special Revenue Funds account for revenues derived from specific taxes or other designated revenue sources. Primary revenue sources are: taxes, fines, forfeitures and penalties; use of money and property; aid from other governmental agencies; charges for services; and other revenues. Expenditures are made only for specific activities legally authorized to be financed from the individual funds.

### **Capital Projects Fund:**

The Capital Project Fund is used to separately account for major acquisition, construction and additions to County buildings and land other than those financed by Enterprise Funds and Internal Service Funds.

### **Debt Service Fund:**

The Debt Service Fund is used to account for the accumulation of resources for the payment of principal and interest on the county's pension obligation bonds. There are no combining statements because the County has one Debt Service fund which is reported on the non-major combined financial statements.

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**County of Imperial**  
**Combining Balance Sheet**  
**Non-major Governmental Funds**  
**June 30, 2023 (in thousands)**

|  | Special<br>Revenue<br>Funds | Capital<br>Projects<br>Fund | Debt<br>Service<br>Fund | Total Other<br>Governmental<br>Funds |
|--|-----------------------------|-----------------------------|-------------------------|--------------------------------------|
| <b>ASSETS</b>  |                             |                             |                         |                                      |
| Cash and investments   | \$ 187,300                  | \$ 325                      | \$ 5,329                | \$ 192,954                           |
| Deposits with others   | 917                         | -                           | -                       | 917                                  |
| Receivables:   |                             |                             |                         |                                      |
| Accounts, net  | 11,241                      | 2,632                       | 5                       | 13,878                               |
| Interest   | 5,566                       | -                           | 39                      | 5,605                                |
| Loans  | 14,071                      | -                           | -                       | 14,071                               |
| Inventories and prepaid items  | 889                         | -                           | -                       | 889                                  |
| <b>Total assets</b>  | <u>\$ 219,994</u>           | <u>\$ 2,957</u>             | <u>\$ 5,373</u>         | <u>\$ 228,324</u>                    |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>   |                             |                             |                         |                                      |
| <b>Liabilities:</b>  |                             |                             |                         |                                      |
| Accounts payable   | \$ 6,713                    | \$ -                        | \$ -                    | \$ 6,713                             |
| Accrued payroll  | 2,426                       | -                           | -                       | 2,426                                |
| Interest payable   | 95                          | -                           | -                       | 95                                   |
| Due to other funds   | 8,811                       | -                           | -                       | 8,811                                |
| Deposits payable   | 5,735                       | -                           | -                       | 5,735                                |
| Unearned revenues  | 27,527                      | -                           | -                       | 27,527                               |
| <b>Total liabilities</b>   | <u>51,307</u>               | <u>-</u>                    | <u>-</u>                | <u>51,307</u>                        |
| <b>Deferred inflows of resources:</b>  |                             |                             |                         |                                      |
| Unavailable revenue  | 11,462                      | 2,261                       | -                       | 13,723                               |
| <b>Total deferred inflows of resources</b>                                     | <u>11,462</u>               | <u>2,261</u>                | <u>-</u>                | <u>13,723</u>                        |
| <b>Fund Balances:</b>  |                             |                             |                         |                                      |
| Nonspendable   | 889                         | -                           | -                       | 889                                  |
| Restricted   | 161,519                     | -                           | 5,373                   | 166,892                              |
| Assigned   | -                           | 696                         | -                       | 696                                  |
| Unassigned (deficit)   | (5,183)                     | -                           | -                       | (5,183)                              |
| <b>Total fund balances</b>   | <u>157,225</u>              | <u>696</u>                  | <u>5,373</u>            | <u>163,294</u>                       |
| <b>Total liabilities, deferred inflows of<br/>resources, and fund balances</b> | <u>\$ 219,994</u>           | <u>\$ 2,957</u>             | <u>\$ 5,373</u>         | <u>\$ 228,324</u>                    |

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-major Governmental Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special<br>Revenue<br>Funds | Capital<br>Projects<br>Fund | Debt<br>Service<br>Fund | Total Other<br>Governmental<br>Funds |
|---|-----------------------------|-----------------------------|-------------------------|--------------------------------------|
| <b>REVENUES:</b>                              |                             |                             |                         |                                      |
| Taxes   | \$ 457                      | \$ -                        | \$ -                    | \$ 457                               |
| Licenses, permits and fees                    | 3,503                       | -                           | -                       | 3,503                                |
| Fines, forfeitures, and penalties             | 725                         | -                           | -                       | 725                                  |
| Investment income (loss)                      | 3,766                       | 53                          | 62                      | 3,881                                |
| Intergovernmental                             | 166,665                     | 539                         | -                       | 167,204                              |
| Charges for current services                  | 22,509                      | 18                          | 2,897                   | 25,424                               |
| Other revenue                                 | 1,957                       | -                           | -                       | 1,957                                |
| <b>Total revenues</b>                         | <u>199,582</u>              | <u>610</u>                  | <u>2,959</u>            | <u>203,151</u>                       |
| <b>EXPENDITURES:</b>                          |                             |                             |                         |                                      |
| Current:                                      |                             |                             |                         |                                      |
| General government                            | 9,425                       | (9)                         | 2                       | 9,418                                |
| Public protection                             | 32,737                      | -                           | -                       | 32,737                               |
| Health and sanitation                         | 68,489                      | -                           | -                       | 68,489                               |
| Public assistance                             | 44,533                      | -                           | -                       | 44,533                               |
| Special districts                             | 421                         | -                           | -                       | 421                                  |
| Public ways and facilities                    | 15,584                      | (27)                        | -                       | 15,557                               |
| Capital outlay                                | 16,257                      | 200                         | -                       | 16,457                               |
| Debt service:                                 |                             |                             |                         |                                      |
| Principal                                     | 5,147                       | 475                         | 1,725                   | 7,347                                |
| Interest and fiscal charges                   | 368                         | 240                         | 1,074                   | 1,682                                |
| <b>Total expenditures</b>                     | <u>192,961</u>              | <u>879</u>                  | <u>2,801</u>            | <u>196,641</u>                       |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <u>6,621</u>                | <u>(269)</u>                | <u>158</u>              | <u>6,510</u>                         |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                             |                             |                         |                                      |
| Inception of lease liability                  | 797                         | -                           | -                       | 797                                  |
| Inception of subscription liability           | 186                         | -                           | -                       | 186                                  |
| Transfers in                                  | 16,108                      | 1,517                       | -                       | 17,625                               |
| Transfers out                                 | (8,188)                     | (17)                        | -                       | (8,205)                              |
| <b>Total other financing sources (uses)</b>   | <u>8,903</u>                | <u>1,500</u>                | <u>-</u>                | <u>10,403</u>                        |
| <b>NET CHANGES IN FUND BALANCES</b>           | 15,524                      | 1,231                       | 158                     | 16,913                               |
| <b>FUND BALANCES (DEFICIT):</b>               |                             |                             |                         |                                      |
| Beginning of year                             | 141,701                     | (535)                       | 5,215                   | 146,381                              |
| End of year                                   | <u>\$ 157,225</u>           | <u>\$ 696</u>               | <u>\$ 5,373</u>         | <u>\$ 163,294</u>                    |



## Non-major Special Revenue Funds

### **Special Revenue Funds:**

The County has the following non-major special revenue funds:

***Public Works Roads Fund*** - This fund was established to provide for maintenance and construction of roadways and for specialized engineering services to other governmental units and the public. Revenues consist primarily of the County's share of State highway user's tax and are supplemented by Federal funds, vehicle code fines, and fees and reimbursements for engineering services provided.

***Host Public Benefit Fees Fund*** - The Host Public Benefit Fees unit is used to receive funds paid by entities based on Host Entity Benefit Agreements or Public Benefit Agreements. Funds will then be transferred to the appropriate General Fund account based on time spent.

***Public Health Fund*** - The Public Health Department has the primary responsibility to operate a wide range of medical and health functions in prevention of disease, injury, disability and premature death, environmental health and dental care, as well as long range health planning for and the protection of the public's health. Basic programs are communicable Disease Control, Maternal and Child Health, Public Health Field Nursing, Public Health Laboratory, Vital Statistics, Emergency Medical Services, Dental Services and Environmental Health Programs.

***Fire Protection Fund*** - The Fire Protection Fund is responsible for fire protection only in certain unincorporated areas of the County. To augment its central core of fire-fighting personnel, the County has entered into contractual agreements with incorporated areas near these jurisdictions. During the fiscal year ended June 30, 2023, the Fire Protection Fund was moved into the General Fund for financial reporting purposes.

***Behavioral Health Advance Fund*** - The Behavioral Health Advance Fund is used to account for revenues advanced related to Welfare and Institutions Code Section 9560 through 9568, multipurpose senior services program.

***Behavioral Health Proposition #63 Fund*** - This fund is used to provide the ability to monitor State allocation funds, separate and apart from other funding sources. The Behavioral Health Proposition #63 revenues are restricted for mental health services.

***Library Fund*** - The County Library District, serving a population of approximately 45,300, encompasses all of the unincorporated areas in Imperial County and all cities except Brawley, Calexico, El Centro and Imperial. The Library is located in rural El Centro with branches in Calipatria, Heber, Holtville, Niland, Ocotillo, Desert Shores, Salton City, and Westmorland. The Library collection is supplemented in various ways, including participation with the Serra Cooperative Library System in San Diego and Imperial Counties. Inter-library loan service is available with local libraries and other libraries in California and the California State Library.

***Gateway County Service Area (CSA) Fund*** - This fund was established to identify and reimburse the County costs and departmental expenses related to formation of a County Service Area at the Gateway to the Americas Specific Planning Area. This budget unit reflects the costs of operation of the water and sewer facilities and other services provided by the County Service Area.

***Workforce Investment Act (WIA) Fund*** - This fund was established to replace the former JTPA budget unit. The office of Employment Training administers funds under the Workforce Investment Act (WIA). WIA consists of the following Titles of this budget unit: Adult Programs, Youth Programs, Dislocated Worker Program, and Welfare-to-work Programs. The funds are used for activities related to training programs, job-hunting activities, inventory, equipment, and other related activities.

## **Non-major Special Revenue Funds (Continued)**

***Federal Jail Improvement Fund*** - The Federal Jail Improvement fund was created to account for expenditures to improve jail conditions. These expenditures are reimbursed by the Federal Government and by the State Government.

***Criminal Justice Facilities Fund*** - The monies in this fund, together with any interest earned thereon, may be used for construction, reconstruction, expansion, improvement, operation, or maintenance of County criminal justice and court facilities, and for improvement of criminal justice automated information systems. Provided, that in Imperial County, money deposited each year in this fund may also be used for the maintenance, operation, construction, reconstruction, or expansion of County juvenile justice rehabilitation facilities.

***Geothermal Administration Fund*** - This fund accounts for the geothermal related activities within the County Departments. Geothermal administration encompasses reviewing geothermal applications, coordination of geothermal activities, providing information within the industry and to the general public and updating various policies and procedures as they relate to geothermal.

***Substance Abuse Fund*** - This fund was established for the prevention of alcohol and drug abuse and is under the direction of the Behavioral Health Director. The substance abuse program provides individual and group counseling, prevention, information and referral, education, and consultation.

***Service Authority Freeway Emergency Fund*** - This budget unit was established to identify revenues and expenditures for the installation of emergency call boxes on the Imperial County freeway system.

***Air Pollution Control Fund*** - The purpose of the Imperial County Air Pollution Control District is to maintain and improve the quality of air in the County. This will be done by enforcing air pollution regulations and by educating the general public about the dangers of air pollution and ways to combat it. Air Pollution Control Districts are mandated under California law and service in a joint effort with State and Federal governments.

***DMV Fees Fund*** - This fund was established per Health and Safety Code Section 44220-44223. Per Code Section, the revenues from the fees collected shall be used solely to reduce air pollution from motor vehicles and for related planning, monitoring, enforcement, and technical studies necessary for the implementation of the California Clean Air Act of 1988.

***Recorders Improvement Fund*** - This is a fund where money is collected from recording documents. It is used for office improvements. GC 27361.

***Medi-Cal/CMSP Fund*** - The purpose of the fund is to account for the revenues and expenditures associated with the State of California Medi-Cal programs and the State of California Children Medical Services Program (CMSP). These programs are part administered by the Social Services Department.

***IHSS Public Authority Fund*** - This fund was established to record activity such as wages, benefits, training, office expenses and administrative costs of the program and the county's share of costs.

***Mental Health Service Act (MHSA) Prop 63 Fund*** - This is a special revenue fund used to account for a variety of mental health programs for all populations, as well as a wide range of prevention, early intervention, and treatment services. Revenue resources are primarily state and federal grants.

***Public Works Impact Fees Fund*** - This fund was established to account for Public Works share of Imperial County impact fees requiring new development in both the countywide and unincorporated areas of the county to supplement the fair share of the costs of public facilities, equipment and services necessitated by such new development.

***Cal-MMET Grant Fund*** - This fund was established to account for the California Multi-Jurisdictional Methamphetamine (CAL-MMENT) Grant received by the Sheriff's Office. This grant focuses on methamphetamine producers and distributors by creating specialized investigative units at the Sheriff's Office.

## Non-major Special Revenue Funds (Continued)

**Ozone Operational Development Fund** - Air Pollution Control office charges commercial and residential mitigation fee, this will allow the County to fund ozone projects.

**Measure D LTA Road Fund** - This fund was established to account for revenues and expenditures of the County of Imperial's share of monies received from the Imperial County Local Transportation Authority Retail Transactions and Use Tax Ordinance which was adopted by the electorate on November 4, 2008. The tax is imposed in accordance with the provisions of Part 1.6 (commencing with Section 7251) of Division 2 of the Revenue and Taxation Code and Division 19 of the Public Utilities Code (Code Section 180000). The purpose of this ordinance was to allow the Authority to issue bonds payable from the enactment of a one half of one percent sales tax for a period of forty years. The proceeds of this tax are first allocated to the monthly debt service payments of the bonds, then to the County of Imperial and the member agencies for local street road purposes. Also, a portion of the tax revenues would be used for administration, transit services, and state highway purposes.

The funds that are generated by implementation of the Imperial County Transportation Authority Retail Transactions and Use Tax Ordinance are intended to supplement and not to replace existing local revenues used for transportation purposes. The Authority consists of the following member agencies:

- 1) City of Brawley
- 2) City of Calexico
- 3) City of Calipatria
- 4) City of El Centro
- 5) City of Holtville
- 6) City of Imperial
- 7) City of Westmorland
- 8) County of Imperial

**RV Park Lake Library Fund** - This fund was established to account for the revenues and expenditures associated with the County owned RV Park located at Sunbeam Lake. This park was purchased with Tobacco Settlement monies.

**Community Corrections Performance Incentive Fund** - This fund was established to account for the revenues and expenditures associated with the Community Corrections Performance Incentive Act. The provisions of this act are intended to reduce crimes committed by probationers and the number of probationers revoked to prison by giving the probation departments a share of the savings to the state in reduced incarceration costs when they reduce both new offenses by probationers and revocations to prison.

**Wraparound Program Fund** - Established for Wraparound services achieving the ultimate goal to keep children with their birth families, relative caretakers, or in foster families by providing intensive, comprehensive, integrated, creative intervention and support services.

**Intra Governmental Transfer (IGT) Fund** - The transition from Medi-Cal fee for service to Medi-Cal Managed Care has provided eligibility for a program called Medi-Cal Rate Range Intergovernmental Transfers (IGTs). The Public Health Department has been approved by the California Department of Healthcare Services to participate in the IGT program with both California Health and Wellness and Molina Healthcare of California. The department's combined participation with both health plans will result in the availability of federal funds to augment public health services for our low-income Medi-Cal population.

**Local Health Authority Fund** - To reflect revenue and expenditures related to an agreement between California Health & Wellness and the County of Imperial entered into whereas CHW will compensate County at rate per member per month (PMPM) depending on aid code of member to be used to enhance the health of Members.

## Non-major Special Revenue Funds (Continued)

***SB1-Road Maintenance & Rehabilitation Act Fund*** - The County will receive state fund from SB1 Road Maintenance and Rehabilitation Account (RMRA) that will help the County maintain and rehabilitate approximately twenty (20) miles of roads throughout the County's infrastructure.

***APCD Rule 310 Fund*** - Rule 310 is an enforceable regulation adopted to address indirect operational emissions resulting from residential and commercial development. Indirect sources of emissions are facilities as well as land uses which do not in themselves emit a significant amount of emissions but rather, they attract or generate motor vehicle trips which result in emissions of ozone precursors (VOC's, ROG, and NOx), carbon monoxide (CO) and fine particulate matter (PM10 and PM2.5). This rule addresses only PM10 and NOx emissions.

***2017 Homeland Security Fund*** - The U.S. Department of Homeland Security provides funding to California to enhance the ability of the State, urban area, and local jurisdictions to prevent, protect against, mitigate, respond to, and recover from potential terrorist attacks and other hazard. Federal fund received will be utilized to strengthening preparedness planning and equipment activities, specifically interoperable communications. This enhances the communications of the various emergency response agencies providing service throughout Imperial County.

***Farmers Program Carl Moyer Fund*** - The Imperial County Air Pollution Control Department is participating in the Fund Agriculture Replacement Measures for Emissions Reductions (FARMER) Program. The ICAPCD distributes applications through the APCD Office, the Farm Bureau, and COLAB and through an RFP process in the Imperial Valle Press or other approved circulations. Applications are accepted on a first-come-first-served basis and conducts evaluations based on cost-effectiveness. Participating in the FARMER Program will continue to decrease the NOx and PM inventories.

***HEAP Grant Fund*** - The general purpose of the Homeless Emergency Aid Program is to provide one-time block grant funding to address the immediate emergency needs of homeless individuals and individuals at imminent risk of homelessness in the service area of each Contractor.

***Administration ICCED Fund*** - This fund was established to account for contributions received from other agencies, as well as special expenditures restricted for community and economic development activities.

***Boating & Waterways Fund*** - To account for revenues and expenditures related to the design of Sunbeam Lake Park Boat Launch Facility and the rehabilitation of the boat launch ramp at West Lake County Park to increase public use of the recreational areas.

***Community Development Block Grant (CDBG) Fund*** - This program was established to facilitate the rehabilitation of sub-standard housing for low to moderate income persons in the unincorporated areas of Imperial County.

***Disaster Recovery Grant Fund*** - To account for grants awarded for disasters including earthquakes and sanitation system which have occurred in the County of Imperial.

***Economic Development Fund*** - To account for grants awarded for help with the economic development of business in the County of Imperial.

***First Time Homebuyer Fund*** - Grant awarded by the State of California Department of Housing and Economic Development. It was awarded to establish a First Time Home Buyer Assistance Program. The funds will be utilized for down payments and gap financing relating to the purchase of homes located in the unincorporated areas of the Imperial County.

***Housing Rehabilitation Fund*** - To account for grants awarded for Homeowners to remodel or upgrade homes to industry standards.

***Water Treatment Fund*** - To account for development at the Mesquite Lake Specific Plan and Palo Verde water treatment and distribution plants to serve the Calipatria, Nilland and Palo Verde areas.

## Non-major Special Revenue Funds (Continued)

**Parks and Recreation Fund** - The Per Capita Grant Program is intended to maintain a high quality of life for California's growing population by providing a continuing investment in parks and recreational facilities. Specifically, it is for the acquisition and development of neighborhood, community, and regional parks and recreation lands and facilities in urban and rural areas.

**USDA Fund** - USDA grants used to account for multiple types of programs for rural economic development. Funds used on projects that will create or retain rural jobs.

**Administration Fund** - This account was established to account for the administration expense for our ICCED department to monitor and administer grants.

**Communication Fund** - The purpose of this fund is to fund the County's membership and participation in the Imperial Valley Communications Authority (IVTA). The IVTA is a joint powers authority (JPA) organized to manage the construction, implementation and ongoing maintenance of a countywide fiber optic network for the benefit of all public agencies within Imperial County. This fund will also be used to pay the cost of "last mile" construction and equipment necessary to connect selected County Facilities to the network.

**Detention and Correction Fund** - 1538 - The Local Law Enforcement Block Grant (LLEBG) was created in the Omnibus Fiscal Year 1996 Appropriations Act (P.L. 104-134) to provide local governments with funds to underwrite projects to reduce crime and improve public safety. 1558 - Probation Training - Probation This budget unit was created during 1982-83 to properly administer the funds associated with this program. All correctional personnel must receive 40 hours each year of Board of Corrections certified training. 1559 - Sheriff Standard Training - Sheriff - This budget unit was created to administer the funds associated with this training program. These funds are utilized for training correctional and detention personnel to upgrade their ability to deal with problems associated with incarceration of prisoners.

**Fire Protection Fund** - Fund was established to account for the costs associated with providing fire protection services to the City of Imperial as a result of a contractual agreement with the County. The City of Imperial has agreed to pay all direct costs for this service as provided for in the provisions of the agreement. Also, accounts were established Homeland Security Grant Program (HSGP) which play an important role in the implementation of the National Preparedness System by supporting the building, sustainment, and delivery of core capabilities essential to achieving the National Preparedness Goal of a secure and resilient nation.

**Health Fund** - The funds in this allocation were established to account for the revenues and expenditures pertaining to Public Health and Environmental Health grants. These grants consist of Tobacco Education, Mosquito Abatement and Environmental recovery and remediation.

**Judicial Fund** - The funds in this allocation were established to account for revenues and expenditures for grants pertaining to the prosecution crimes under the grants for Violence Against Women, Drug Court, Statutory Rape Vertical Prosecution and Special Prosecution.

**Legislative and Administration Fund** - The funds in this allocation are for the Community Benefit Program is part of the Public Benefit Program for use with Solar Power Plants in Imperial County which was established by the Board of Supervisors on January 24, 2012. All utility-scale solar projects built in Imperial County since that time have entered into Public Benefit Agreements with the County and have been contributing funds into the Program, which includes the Community Benefit Program.

Imperial County receives funds from solar projects located in the unincorporated areas of the county. The Board of Supervisors has identified Goals and Objectives in order to maximize the benefits of these funds. Such benefits might include, but are not limited to, infrastructure improvement, job creation, economic development and enhancement to the quality of life in neighboring communities.

## Non-major Special Revenue Funds (Continued)

**Police Protection Fund** - The funds in this allocation were established to account for the revenues and expenditures in grants for High Intensity Drug Traffic Area (HIDTA) grants and Off Highway Enforcement. The Off Highway Enforcements monies come from fines and fees charged to violators in the desert areas located in the County of Imperial.

**Property Management Fund** - This fund was established to account for the revenues and expenditures pertaining to leased buildings and land owned by the County of Imperial to Valley Games and Golf. Also, to track a repayment of a loan given to Valley Games and Golf thru the Community Benefit program.

**Public Way Fund** - The funds in this allocation were established to account for various road projects thru out the unincorporated area of the County of Imperial. These are Keystone Road project, and SB1 Road Maintenance & Rehabilitation.

**Recreational Facilities Fund** - The funds in this allocation were established to account for grants received for Boating. These grants are for Salton Sea and Red Hill Marina.

**Other Protection Fund** - The funds in this allocation were established to account for grants received for various public protection grants not carried out by sworn law enforcement officers. Fish and Game, Bio Terrorism, Correctional Work Crews, Real Estate Fraud, Case Management, Help America Vote, and State and Federal Asset Forfeiture.

**Public Protection Fund** - The funds in this allocation were established to account for grants received for various public protection grants carried out by sworn law enforcement officers. These grants consist of LLE Block Grants, Homeland Security grants, Stonegarden grants, JAG grants and Community Correction grants.

**Other Assistance Fund** - The funds in this allocation were established to account for impact fees which are used to account for Sheriff, General Government, Library, and Parks and Recreation, share of Imperial County impact fees requiring new development in both the countywide and unincorporated areas of the county to supplement the fair share of the costs of public facilities, equipment and services necessitated by such new development.

**Public Assistance Fund** - The funds in this allocation were established to account for grants pertaining to Child Abuse, Victim Witness Rights, Area Agency on Aging, Elder Abuse, Victim Services, and Renewal Energy grants.

**Public Assistance Administration Fund** - This fund was established to account for the Federal and State share of administrative expenses for various social services programs.

**Public Assistance Advance Fund** - This fund was established to account for the Federal and State share of public assistance expenses for various social services programs.

**Education Fund** - The funds in this allocation were established to account for grants pertaining to community education programs such as Proud Parenting Education, Federal IDEA Funds and GIS development.

**Child Support Services Fund** - The Child Support Services Fund was established to provide separate fund accountability as required by the awarding agency. Child Support Services establishes paternity, obtains and enforces court orders for child support, collects and distributes payments, and provides community outreach about those services for the benefit of minor children.

**California Child Services Fund** - The California Children's Services (CCS) Fund was established to monitor the source of revenue. The source of revenue is an annual allocation from the Department of Health Care Services. The program is funded by the Federal, State and County. The CCS and Medical Therapy Program work together to plan and implement comprehensive family centered healthcare and case management services for eligible children with serious medical and developmental conditions.

## **Non-major Special Revenue Funds (Continued)**

***Animal Control Fund*** - The Animal Control Fund was established to track the costs associated with the administration of the program. It is supplemented by Public Health Realignment to offset fees/funding shortages. The program provides the public with services such as animal adoption; low-cost animal spay or neutering; cat and dog trap rentals; and sheltering and veterinarian services for sick, relinquished, abandoned, and stray domestic animals. In addition, Animal Control officers maintain public safety by enforcing licensing laws and humane care regulations while patrolling the unincorporated areas of Imperial County.

***Special District Operations Fund*** - Accounts for the activity of special districts that are under the jurisdiction of the Board of Supervisors. These special districts provide water, sewer, lighting, and fire protection services. Revenues are derived from the levy and collection of assessments.

***Transportation Development Act Fund*** - The Transportation Development Act (TDA) fund is used to account for these funds received by the County for non-transit purposes, which is reflected in these financial statements of the TDA Fund allocated for non-transit purposes.

***Geothermal and Lithium Development Fund*** - This fund accounts for grant funded geothermal related activities through the State of California and other grantor sources.

***DNA ID Local Portion Fund*** - The DNA ID Local Portion funds are restricted by Government Code Section 76104.6(b)(3) to reimburse local law enforcement DNA collection exposes and verification of offender/arrestee identity and qualifying status expenses, as well as to reimburse local and state crime laboratories for the cost of DNA evidence processing, analysis, tracking and storage of DNA scene samples.

***Other Programs Fund*** - Accounts for activities of various Special Revenue funds, which include Planning and Development Project Funds, Community Development Block Grants, County Counsel litigations, District Attorney prevention and investigation programs, Sheriff's inmate welfare and others. Revenues are derived from customer deposits and various sources of Federal and State funding.

***Social Services Realignment Fund*** - The Social Services Realignment Fund was established to account for the State's allocation of dedicated revenues used to cover Social Services program costs.

**County of Imperial**  
**Combining Balance Sheet**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Public<br>Works<br>Roads | Host Public<br>Benefit Fees | Public Health   | Fire<br>Protection | Behavioral<br>Health<br>Advance | Behavioral<br>Health<br>Proposition #63<br>Fund |
|--|--------------------------|-----------------------------|-----------------|--------------------|---------------------------------|---|
| <b>ASSETS</b>  |                          |                             |                 |                    |                                 |   |
| Cash and investments   | \$ 2,218                 | \$ 18,150                   | \$ 5,172        | \$ -               | \$ 4,554                        | \$ 676  |
| Cash and investments with fiscal agents  | -                        | -                           | -               | -                  | -                               | -   |
| Deposits with others   | -                        | -                           | -               | -                  | -                               | -   |
| Receivables:   |                          |                             |                 |                    |                                 |   |
| Accounts, net  | 48                       | 7                           | 2,057           | -                  | -                               | -   |
| Interest   | -                        | 148                         | 43              | -                  | 41                              | 5   |
| Loans  | -                        | -                           | -               | -                  | -                               | -   |
| Taxes  | -                        | -                           | -               | -                  | -                               | -   |
| Lease  | -                        | -                           | -               | -                  | -                               | -   |
| Due from other funds   | -                        | -                           | -               | -                  | -                               | -   |
| Inventories and prepaid items  | 672                      | -                           | 201             | -                  | -                               | -   |
| Advances to other funds  | -                        | -                           | -               | -                  | -                               | -   |
| <b>Total assets</b>  | <b>\$ 2,938</b>          | <b>\$ 18,305</b>            | <b>\$ 7,473</b> | <b>\$ -</b>        | <b>\$ 4,595</b>                 | <b>\$ 681</b>                                   |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                          |                             |                 |                    |                                 |   |
| <b>Liabilities:</b>  |                          |                             |                 |                    |                                 |   |
| Accounts payable   | \$ 528                   | \$ -                        | \$ 353          | \$ -               | \$ -                            | \$ -  |
| Accrued payroll  | 276                      | -                           | 383             | -                  | -                               | -   |
| Interest payable   | 19                       | -                           | -               | -                  | -                               | -   |
| Due to other funds   | -                        | -                           | -               | -                  | -                               | -   |
| Advances from other funds  | -                        | -                           | -               | -                  | -                               | -   |
| Deposits payable   | -                        | -                           | -               | -                  | -                               | -   |
| Unearned revenues  | -                        | -                           | 4,671           | -                  | 4,595                           | 681   |
| <b>Total liabilities</b>   | <b>823</b>               | <b>-</b>                    | <b>5,407</b>    | <b>-</b>           | <b>4,595</b>                    | <b>681</b>                                      |
| <b>Deferred inflows of resources:</b>  |                          |                             |                 |                    |                                 |   |
| Unavailable revenue  | -                        | -                           | 1,604           | -                  | -                               | -   |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>-</b>                 | <b>-</b>                    | <b>1,604</b>    | <b>-</b>           | <b>-</b>                        | <b>-</b>  |
| <b>Fund Balances:</b>  |                          |                             |                 |                    |                                 |   |
| Nonspendable   | 672                      | -                           | 201             | -                  | -                               | -   |
| Restricted   | 1,443                    | 18,305                      | 261             | -                  | -                               | -   |
| Committed  | -                        | -                           | -               | -                  | -                               | -   |
| Assigned   | -                        | -                           | -               | -                  | -                               | -   |
| Unassigned (deficit)   | -                        | -                           | -               | -                  | -                               | -   |
| <b>Total fund balances</b>   | <b>2,115</b>             | <b>18,305</b>               | <b>462</b>      | <b>-</b>           | <b>-</b>                        | <b>-</b>  |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 2,938</b>          | <b>\$ 18,305</b>            | <b>\$ 7,473</b> | <b>\$ -</b>        | <b>\$ 4,595</b>                 | <b>\$ 681</b>                                   |

(Continued)



**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Library      | Gateway<br>CSA<br>CAO | WIA<br>Funds  | Federal<br>Jail<br>Improvements | Criminal<br>Justice<br>Facilities | Geothermal<br>Administration |
|--|--------------|-----------------------|---------------|---------------------------------|-----------------------------------|------------------------------|
| <b>ASSETS</b>  |              |                       |               |                                 |                                   |                              |
| Cash and investments   | \$ -         | \$ 225                | \$ 877        | \$ 21                           | \$ 2,120                          | \$ 363                       |
| Cash and investments with fiscal agents  | -            | -                     | -             | -                               | -                                 | -                            |
| Deposits with others   | -            | -                     | -             | -                               | -                                 | -                            |
| Receivables:   |              |                       |               |                                 |                                   |                              |
| Accounts, net  | -            | 12                    | -             | -                               | 30                                | -                            |
| Interest   | -            | 1                     | -             | -                               | 17                                | 3                            |
| Loans  | -            | -                     | -             | -                               | -                                 | -                            |
| Taxes  | 10           | -                     | -             | -                               | -                                 | -                            |
| Lease  | -            | -                     | -             | -                               | -                                 | -                            |
| Due from other funds   | -            | -                     | -             | -                               | -                                 | -                            |
| Inventories and prepaid items  | -            | -                     | -             | -                               | -                                 | -                            |
| Advances to other funds  | -            | -                     | -             | -                               | -                                 | -                            |
| <b>Total assets</b>  | <b>\$ 10</b> | <b>\$ 238</b>         | <b>\$ 877</b> | <b>\$ 21</b>                    | <b>\$ 2,167</b>                   | <b>\$ 366</b>                |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |              |                       |               |                                 |                                   |                              |
| <b>Liabilities:</b>  |              |                       |               |                                 |                                   |                              |
| Accounts payable   | \$ 2         | \$ 26                 | \$ 20         | \$ -                            | \$ -                              | \$ -                         |
| Accrued payroll  | 21           | -                     | 132           | -                               | -                                 | -                            |
| Interest payable   | 5            | -                     | -             | -                               | -                                 | -                            |
| Due to other funds   | 637          | -                     | -             | -                               | -                                 | -                            |
| Advances from other funds  | -            | -                     | -             | -                               | -                                 | -                            |
| Deposits payable   | -            | -                     | -             | -                               | -                                 | -                            |
| Unearned revenues  | -            | -                     | -             | -                               | -                                 | -                            |
| <b>Total liabilities</b>   | <b>665</b>   | <b>26</b>             | <b>152</b>    | <b>-</b>                        | <b>-</b>                          | <b>-</b>                     |
| <b>Deferred inflows of resources:</b>  |              |                       |               |                                 |                                   |                              |
| Unavailable revenue  | 10           | -                     | -             | -                               | -                                 | -                            |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>10</b>    | <b>-</b>              | <b>-</b>      | <b>-</b>                        | <b>-</b>                          | <b>-</b>                     |
| <b>Fund Balances:</b>  |              |                       |               |                                 |                                   |                              |
| Nonspendable   | -            | -                     | -             | -                               | -                                 | -                            |
| Restricted   | -            | 212                   | 725           | 21                              | 2,167                             | 366                          |
| Committed  | -            | -                     | -             | -                               | -                                 | -                            |
| Assigned   | -            | -                     | -             | -                               | -                                 | -                            |
| Unassigned (deficit)   | (665)        | -                     | -             | -                               | -                                 | -                            |
| <b>Total fund balances</b>   | <b>(665)</b> | <b>212</b>            | <b>725</b>    | <b>21</b>                       | <b>2,167</b>                      | <b>366</b>                   |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 10</b> | <b>\$ 238</b>         | <b>\$ 877</b> | <b>\$ 21</b>                    | <b>\$ 2,167</b>                   | <b>\$ 366</b>                |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Substance<br>Abuse | Service<br>Authority<br>Freeway<br>Emergency | Air<br>Pollution<br>Control | DMV<br>Fees     | Recorders<br>Improvement | Medi-Cal/<br>CMSP |
|--|--------------------|--|-----------------------------|-----------------|--------------------------|-------------------|
| <b>ASSETS</b>  |                    |  |                             |                 |                          |                   |
| Cash and investments   | \$ 915             | \$ 1,487                                     | \$ 5,587                    | \$ 2,568        | \$ 1,298                 | \$ 11,548         |
| Cash and investments with fiscal agents  | -                  | -  | -                           | -               | -                        | -                 |
| Deposits with others   | -                  | -  | -                           | -               | -                        | -                 |
| Receivables:   |                    |  |                             |                 |                          |                   |
| Accounts, net  | 1,337              | -  | 89                          | -               | -                        | -                 |
| Interest   | 5                  | 12   | 45                          | 19              | -                        | 101               |
| Loans  | -                  | -  | -                           | -               | -                        | -                 |
| Taxes  | -                  | -  | -                           | -               | -                        | -                 |
| Lease  | -                  | -  | -                           | -               | -                        | -                 |
| Due from other funds   | -                  | -  | -                           | -               | -                        | -                 |
| Inventories and prepaid items  | -                  | -  | -                           | -               | -                        | -                 |
| Advances to other funds  | -                  | -  | -                           | -               | -                        | -                 |
| <b>Total assets</b>  | <b>\$ 2,257</b>    | <b>\$ 1,499</b>                              | <b>\$ 5,721</b>             | <b>\$ 2,587</b> | <b>\$ 1,298</b>          | <b>\$ 11,649</b>  |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                    |  |                             |                 |                          |                   |
| <b>Liabilities:</b>  |                    |  |                             |                 |                          |                   |
| Accounts payable   | \$ 448             | \$ 9   | \$ 15                       | \$ -            | \$ 16                    | \$ -              |
| Accrued payroll  | 285                | -  | 142                         | -               | -                        | -                 |
| Interest payable   | 1                  | -  | -                           | -               | -                        | -                 |
| Due to other funds   | -                  | -  | -                           | -               | -                        | -                 |
| Advances from other funds  | -                  | -  | -                           | -               | -                        | -                 |
| Deposits payable   | -                  | -  | -                           | -               | -                        | -                 |
| Unearned revenues  | 600                | -  | -                           | -               | -                        | -                 |
| <b>Total liabilities</b>   | <b>1,334</b>       | <b>9</b>                                     | <b>157</b>                  | <b>-</b>        | <b>16</b>                | <b>-</b>          |
| <b>Deferred inflows of resources:</b>  |                    |  |                             |                 |                          |                   |
| Unavailable revenue  | 857                | -  | -                           | -               | -                        | -                 |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>857</b>         | <b>-</b>                                     | <b>-</b>                    | <b>-</b>        | <b>-</b>                 | <b>-</b>          |
| <b>Fund Balances:</b>  |                    |  |                             |                 |                          |                   |
| Nonspendable   | -                  | -  | -                           | -               | -                        | -                 |
| Restricted   | 66                 | 1,490  | 5,564                       | 2,587           | 1,282                    | 11,649            |
| Committed  | -                  | -  | -                           | -               | -                        | -                 |
| Assigned   | -                  | -  | -                           | -               | -                        | -                 |
| Unassigned (deficit)   | -                  | -  | -                           | -               | -                        | -                 |
| <b>Total fund balances</b>   | <b>66</b>          | <b>1,490</b>                                 | <b>5,564</b>                | <b>2,587</b>    | <b>1,282</b>             | <b>11,649</b>     |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 2,257</b>    | <b>\$ 1,499</b>                              | <b>\$ 5,721</b>             | <b>\$ 2,587</b> | <b>\$ 1,298</b>          | <b>\$ 11,649</b>  |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | IHSS<br>Public<br>Authority | Mental Health<br>Service Act<br>Proposition 63 | Public<br>Works<br>Impact Fees | Cal-MMET<br>Grant | Ozone<br>Operational<br>Development | Measure D<br>LTA Road<br>Funds |
|--|-----------------------------|--|--------------------------------|-------------------|-------------------------------------|--------------------------------|
| <b>ASSETS</b>  |                             |  |                                |                   |                                     |                                |
| Cash and investments   | \$ -                        | \$ 7,684                                       | \$ 252                         | \$ 804            | \$ 45                               | \$ 10,217                      |
| Cash and investments with fiscal agents  | -                           | -  | -                              | -                 | -                                   | -                              |
| Deposits with others   | -                           | -  | -                              | -                 | -                                   | -                              |
| Receivables:   |                             |  |                                |                   |                                     |                                |
| Accounts, net  | 2,032                       | 833  | -                              | -                 | -                                   | -                              |
| Interest   | -                           | 59   | 2                              | -                 | 2                                   | 92                             |
| Loans  | -                           | -  | -                              | -                 | -                                   | -                              |
| Taxes  | -                           | -  | -                              | -                 | -                                   | -                              |
| Lease  | -                           | -  | -                              | -                 | -                                   | -                              |
| Due from other funds   | -                           | -  | -                              | -                 | -                                   | -                              |
| Inventories and prepaid items  | -                           | -  | -                              | -                 | -                                   | -                              |
| Advances to other funds  | -                           | -  | -                              | -                 | -                                   | -                              |
| <b>Total assets</b>  | <b>\$ 2,032</b>             | <b>\$ 8,576</b>                                | <b>\$ 254</b>                  | <b>\$ 804</b>     | <b>\$ 47</b>                        | <b>\$ 10,309</b>               |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                             |  |                                |                   |                                     |                                |
| <b>Liabilities:</b>  |                             |  |                                |                   |                                     |                                |
| Accounts payable   | \$ 333                      | \$ 420   | \$ -                           | \$ 5              | \$ -                                | \$ 380                         |
| Accrued payroll  | 19                          | 330  | -                              | -                 | -                                   | -                              |
| Interest payable   | 28                          | -  | -                              | -                 | -                                   | -                              |
| Due to other funds   | 704                         | -  | -                              | -                 | -                                   | -                              |
| Advances from other funds  | -                           | -  | -                              | -                 | -                                   | -                              |
| Deposits payable   | -                           | -  | -                              | -                 | -                                   | -                              |
| Unearned revenues  | -                           | -  | -                              | -                 | -                                   | -                              |
| <b>Total liabilities</b>   | <b>1,084</b>                | <b>750</b>                                     | <b>-</b>                       | <b>5</b>          | <b>-</b>                            | <b>380</b>                     |
| <b>Deferred inflows of resources:</b>  |                             |  |                                |                   |                                     |                                |
| Unavailable revenue  | 1,042                       | 832  | -                              | -                 | -                                   | -                              |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>1,042</b>                | <b>832</b>                                     | <b>-</b>                       | <b>-</b>          | <b>-</b>                            | <b>-</b>                       |
| <b>Fund Balances:</b>  |                             |  |                                |                   |                                     |                                |
| Nonspendable   | -                           | -  | -                              | -                 | -                                   | -                              |
| Restricted   | -                           | 6,994  | 254                            | 799               | 47                                  | 9,929                          |
| Committed  | -                           | -  | -                              | -                 | -                                   | -                              |
| Assigned   | -                           | -  | -                              | -                 | -                                   | -                              |
| Unassigned (deficit)   | (94)                        | -  | -                              | -                 | -                                   | -                              |
| <b>Total fund balances</b>   | <b>(94)</b>                 | <b>6,994</b>                                   | <b>254</b>                     | <b>799</b>        | <b>47</b>                           | <b>9,929</b>                   |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 2,032</b>             | <b>\$ 8,576</b>                                | <b>\$ 254</b>                  | <b>\$ 804</b>     | <b>\$ 47</b>                        | <b>\$ 10,309</b>               |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | RV Park<br>Lake<br>Library | Community<br>Corrections<br>Performance<br>Incentive | Wraparound<br>Program | Intra-<br>Government<br>Transfer | Local<br>Health<br>Authority | SB1 - Road<br>Maintenance and<br>Rehabilitation<br>Act |
|--|----------------------------|--|-----------------------|----------------------------------|------------------------------|--|
| <b>ASSETS</b>  |                            |  |                       |                                  |                              |  |
| Cash and investments   | \$ 197                     | \$ 1,714   | \$ 1,795              | \$ 321                           | \$ 1,129                     | \$ 13,088  |
| Cash and investments with fiscal agents  | -                          | -  | -                     | -                                | -                            | -  |
| Deposits with others   | -                          | -  | -                     | -                                | 300                          | -  |
| Receivables:   |                            |  |                       |                                  |                              |  |
| Accounts, net  | 7                          | -  | -                     | -                                | 139                          | -  |
| Interest   | -                          | 14   | -                     | -                                | 74                           | 145  |
| Loans  | -                          | -  | -                     | -                                | -                            | -  |
| Taxes  | -                          | -  | -                     | -                                | -                            | -  |
| Lease  | -                          | -  | -                     | -                                | -                            | -  |
| Due from other funds   | -                          | -  | -                     | -                                | -                            | -  |
| Inventories and prepaid items  | -                          | -  | -                     | -                                | -                            | -  |
| Advances to other funds  | -                          | -  | -                     | -                                | -                            | -  |
| <b>Total assets</b>  | <b>\$ 204</b>              | <b>\$ 1,728</b>                                      | <b>\$ 1,795</b>       | <b>\$ 321</b>                    | <b>\$ 1,642</b>              | <b>\$ 13,233</b>                                       |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                            |  |                       |                                  |                              |  |
| <b>Liabilities:</b>  |                            |  |                       |                                  |                              |  |
| Accounts payable   | \$ 188                     | \$ 4   | \$ -                  | \$ -                             | \$ 68                        | \$ 1,992   |
| Accrued payroll  | -                          | -  | 15                    | -                                | -                            | -  |
| Interest payable   | -                          | -  | -                     | -                                | -                            | -  |
| Due to other funds   | -                          | -  | -                     | -                                | -                            | -  |
| Advances from other funds  | -                          | -  | -                     | -                                | -                            | -  |
| Deposits payable   | -                          | -  | -                     | -                                | -                            | -  |
| Unearned revenues  | -                          | -  | -                     | -                                | -                            | -  |
| <b>Total liabilities</b>   | <b>188</b>                 | <b>4</b>   | <b>15</b>             | <b>-</b>                         | <b>68</b>                    | <b>1,992</b>   |
| <b>Deferred inflows of resources:</b>  |                            |  |                       |                                  |                              |  |
| Unavailable revenue  | -                          | -  | -                     | -                                | -                            | -  |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>-</b>                   | <b>-</b>   | <b>-</b>              | <b>-</b>                         | <b>-</b>                     | <b>-</b>   |
| <b>Fund Balances:</b>  |                            |  |                       |                                  |                              |  |
| Nonspendable   | -                          | -  | -                     | -                                | -                            | -  |
| Restricted   | 16                         | 1,724  | 1,780                 | 321                              | 1,574                        | 11,241   |
| Committed  | -                          | -  | -                     | -                                | -                            | -  |
| Assigned   | -                          | -  | -                     | -                                | -                            | -  |
| Unassigned (deficit)   | -                          | -  | -                     | -                                | -                            | -  |
| <b>Total fund balances</b>   | <b>16</b>                  | <b>1,724</b>   | <b>1,780</b>          | <b>321</b>                       | <b>1,574</b>                 | <b>11,241</b>  |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 204</b>              | <b>\$ 1,728</b>                                      | <b>\$ 1,795</b>       | <b>\$ 321</b>                    | <b>\$ 1,642</b>              | <b>\$ 13,233</b>                                       |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | APCD<br>Rule<br>310 | 2017<br>Homeland<br>Security | Farmers<br>Program<br>Carl Moyer | HEAP<br>Grant | Admin<br>ICCED | Boating &<br>Waterways |
|--|---------------------|------------------------------|----------------------------------|---------------|----------------|------------------------|
| <b>ASSETS</b>  |                     |                              |                                  |               |                |                        |
| Cash and investments   | \$ 1,085            | \$ -                         | \$ 512                           | \$ -          | \$ -           | \$ 10                  |
| Cash and investments with fiscal agents  | -                   | -                            | -                                | -             | -              | -                      |
| Deposits with others   | -                   | -                            | -                                | -             | -              | -                      |
| Receivables:   |                     |                              |                                  |               |                |                        |
| Accounts, net  | -                   | -                            | -                                | -             | -              | -                      |
| Interest   | 7                   | -                            | 5                                | -             | -              | -                      |
| Loans  | -                   | -                            | -                                | -             | -              | -                      |
| Taxes  | -                   | -                            | -                                | -             | -              | -                      |
| Lease  | -                   | -                            | -                                | -             | -              | -                      |
| Due from other funds   | -                   | -                            | -                                | -             | -              | -                      |
| Inventories and prepaid items  | -                   | -                            | -                                | -             | -              | -                      |
| Advances to other funds  | -                   | -                            | -                                | -             | -              | -                      |
| <b>Total assets</b>  | <b>\$ 1,092</b>     | <b>\$ -</b>                  | <b>\$ 517</b>                    | <b>\$ -</b>   | <b>\$ -</b>    | <b>\$ 10</b>           |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                     |                              |                                  |               |                |                        |
| <b>Liabilities:</b>  |                     |                              |                                  |               |                |                        |
| Accounts payable   | \$ -                | \$ -                         | \$ 44                            | \$ -          | \$ -           | \$ -                   |
| Accrued payroll  | -                   | -                            | -                                | -             | -              | -                      |
| Interest payable   | -                   | -                            | -                                | -             | -              | -                      |
| Due to other funds   | -                   | -                            | -                                | -             | 1              | -                      |
| Advances from other funds  | -                   | -                            | -                                | -             | -              | -                      |
| Deposits payable   | -                   | -                            | -                                | -             | -              | -                      |
| Unearned revenues  | -                   | -                            | -                                | -             | -              | -                      |
| <b>Total liabilities</b>   | <b>-</b>            | <b>-</b>                     | <b>44</b>                        | <b>-</b>      | <b>1</b>       | <b>-</b>               |
| <b>Deferred inflows of resources:</b>  |                     |                              |                                  |               |                |                        |
| Unavailable revenue  | -                   | -                            | -                                | -             | -              | -                      |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>-</b>            | <b>-</b>                     | <b>-</b>                         | <b>-</b>      | <b>-</b>       | <b>-</b>               |
| <b>Fund Balances:</b>  |                     |                              |                                  |               |                |                        |
| Nonspendable   | -                   | -                            | -                                | -             | -              | -                      |
| Restricted   | 1,092               | -                            | 473                              | -             | -              | 10                     |
| Committed  | -                   | -                            | -                                | -             | -              | -                      |
| Assigned   | -                   | -                            | -                                | -             | -              | -                      |
| Unassigned (deficit)   | -                   | -                            | -                                | -             | (1)            | -                      |
| <b>Total fund balances</b>   | <b>1,092</b>        | <b>-</b>                     | <b>473</b>                       | <b>-</b>      | <b>(1)</b>     | <b>10</b>              |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 1,092</b>     | <b>\$ -</b>                  | <b>\$ 517</b>                    | <b>\$ -</b>   | <b>\$ -</b>    | <b>\$ 10</b>           |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Community<br>Development<br>Block<br>Grant | Disaster<br>Recovery<br>Grant | Economic<br>Development | First Time<br>Homebuyer | Housing<br>Rehabilitation | Water<br>Treatment |
|--|--|-------------------------------|-------------------------|-------------------------|---------------------------|--------------------|
| <b>ASSETS</b>  |  |                               |                         |                         |                           |                    |
| Cash and investments   | \$ -                                       | \$ -                          | \$ -                    | \$ 742                  | \$ -                      | \$ 43              |
| Cash and investments with fiscal agents  | -  | -                             | -                       | -                       | -                         | -                  |
| Deposits with others   | -  | -                             | -                       | -                       | -                         | -                  |
| Receivables:   |  |                               |                         |                         |                           |                    |
| Accounts, net  | 229  | -                             | -                       | -                       | -                         | -                  |
| Interest   | 1,478                                      | 1,722                         | -                       | 183                     | 34                        | 644                |
| Loans  | 4,455                                      | 3,370                         | -                       | 1,278                   | 134                       | 3,417              |
| Taxes  | -  | -                             | -                       | -                       | -                         | -                  |
| Lease  | -  | -                             | -                       | -                       | -                         | -                  |
| Due from other funds   | -  | -                             | -                       | -                       | -                         | -                  |
| Inventories and prepaid items  | -  | -                             | -                       | -                       | -                         | -                  |
| Advances to other funds  | -  | -                             | -                       | -                       | -                         | -                  |
| <b>Total assets</b>  | <b>\$ 6,162</b>                            | <b>\$ 5,092</b>               | <b>\$ -</b>             | <b>\$ 2,203</b>         | <b>\$ 168</b>             | <b>\$ 4,104</b>    |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |  |                               |                         |                         |                           |                    |
| <b>Liabilities:</b>  |  |                               |                         |                         |                           |                    |
| Accounts payable   | \$ -                                       | \$ -                          | \$ -                    | \$ -                    | \$ -                      | \$ -               |
| Accrued payroll  | -  | -                             | -                       | -                       | -                         | -                  |
| Interest payable   | -  | -                             | -                       | -                       | -                         | -                  |
| Due to other funds   | 839  | 1,185                         | 1,589                   | -                       | 26                        | -                  |
| Advances from other funds  | -  | -                             | -                       | -                       | -                         | -                  |
| Deposits payable   | -  | -                             | -                       | -                       | -                         | -                  |
| Unearned revenues  | -  | -                             | -                       | -                       | -                         | -                  |
| <b>Total liabilities</b>   | <b>839</b>                                 | <b>1,185</b>                  | <b>1,589</b>            | <b>-</b>                | <b>26</b>                 | <b>-</b>           |
| <b>Deferred inflows of resources:</b>  |  |                               |                         |                         |                           |                    |
| Unavailable revenue  | 1,476                                      | 1,722                         | -                       | 182                     | 34                        | 644                |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>1,476</b>                               | <b>1,722</b>                  | <b>-</b>                | <b>182</b>              | <b>34</b>                 | <b>644</b>         |
| <b>Fund Balances:</b>  |  |                               |                         |                         |                           |                    |
| Nonspendable   | -  | -                             | -                       | -                       | -                         | -                  |
| Restricted   | 3,847                                      | 2,185                         | -                       | 2,021                   | 108                       | 3,460              |
| Committed  | -  | -                             | -                       | -                       | -                         | -                  |
| Assigned   | -  | -                             | -                       | -                       | -                         | -                  |
| Unassigned (deficit)   | -  | -                             | (1,589)                 | -                       | -                         | -                  |
| <b>Total fund balances</b>   | <b>3,847</b>                               | <b>2,185</b>                  | <b>(1,589)</b>          | <b>2,021</b>            | <b>108</b>                | <b>3,460</b>       |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 6,162</b>                            | <b>\$ 5,092</b>               | <b>\$ -</b>             | <b>\$ 2,203</b>         | <b>\$ 168</b>             | <b>\$ 4,104</b>    |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Parks and<br>Recreation | USDA            | Administration  | Communication | Detention<br>and<br>Correction | Fire<br>Protection |
|--|-------------------------|-----------------|-----------------|---------------|--------------------------------|--------------------|
| <b>ASSETS</b>  |                         |                 |                 |               |                                |                    |
| Cash and investments   | \$ 8                    | \$ -            | \$ 1,238        | \$ 27         | \$ 235                         | \$ -               |
| Cash and investments with fiscal agents  | -                       | -               | -               | -             | -                              | -                  |
| Deposits with others   | -                       | -               | 60              | -             | -                              | -                  |
| Receivables:   |                         |                 |                 |               |                                |                    |
| Accounts, net  | -                       | -               | 2               | -             | -                              | 1,429              |
| Interest   | -                       | 20              | 3               | -             | 2                              | 4                  |
| Loans  | -                       | 1,117           | -               | -             | -                              | -                  |
| Taxes  | -                       | -               | -               | -             | -                              | -                  |
| Lease  | -                       | -               | -               | -             | -                              | -                  |
| Due from other funds   | -                       | -               | -               | -             | -                              | -                  |
| Inventories and prepaid items  | -                       | -               | -               | -             | -                              | -                  |
| Advances to other funds  | -                       | -               | -               | -             | -                              | -                  |
| <b>Total assets</b>  | <b>\$ 8</b>             | <b>\$ 1,137</b> | <b>\$ 1,303</b> | <b>\$ 27</b>  | <b>\$ 237</b>                  | <b>\$ 1,433</b>    |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                         |                 |                 |               |                                |                    |
| <b>Liabilities:</b>  |                         |                 |                 |               |                                |                    |
| Accounts payable   | \$ -                    | \$ 12           | \$ 539          | \$ -          | \$ -                           | \$ 132             |
| Accrued payroll  | -                       | -               | -               | -             | -                              | 35                 |
| Interest payable   | -                       | 14              | -               | -             | -                              | 7                  |
| Due to other funds   | -                       | 1,376           | -               | -             | -                              | 262                |
| Advances from other funds  | -                       | -               | -               | -             | -                              | -                  |
| Deposits payable   | -                       | -               | -               | -             | -                              | -                  |
| Unearned revenues  | -                       | -               | -               | -             | -                              | -                  |
| <b>Total liabilities</b>   | <b>-</b>                | <b>1,402</b>    | <b>539</b>      | <b>-</b>      | <b>-</b>                       | <b>436</b>         |
| <b>Deferred inflows of resources:</b>  |                         |                 |                 |               |                                |                    |
| Unavailable revenue  | -                       | 17              | -               | -             | -                              | 1,325              |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>-</b>                | <b>17</b>       | <b>-</b>        | <b>-</b>      | <b>-</b>                       | <b>1,325</b>       |
| <b>Fund Balances:</b>  |                         |                 |                 |               |                                |                    |
| Nonspendable   | -                       | -               | -               | -             | -                              | -                  |
| Restricted   | 8                       | -               | 764             | 27            | 237                            | -                  |
| Committed  | -                       | -               | -               | -             | -                              | -                  |
| Assigned   | -                       | -               | -               | -             | -                              | -                  |
| Unassigned (deficit)   | -                       | (282)           | -               | -             | -                              | (328)              |
| <b>Total fund balances</b>   | <b>8</b>                | <b>(282)</b>    | <b>764</b>      | <b>27</b>     | <b>237</b>                     | <b>(328)</b>       |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 8</b>             | <b>\$ 1,137</b> | <b>\$ 1,303</b> | <b>\$ 27</b>  | <b>\$ 237</b>                  | <b>\$ 1,433</b>    |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Special Revenue  |               |                                      |                      |                        |               |
|--|------------------|---------------|--------------------------------------|----------------------|------------------------|---------------|
|  | Health           | Judicial      | Legislative<br>and<br>Administration | Police<br>Protection | Property<br>Management | Public<br>Way |
| <b>ASSETS</b>  |                  |               |                                      |                      |                        |               |
| Cash and investments   | \$ 25,225        | \$ -          | \$ 146                               | \$ -                 | \$ 17                  | \$ 257        |
| Cash and investments with fiscal agents  | -                | -             | -                                    | -                    | -                      | -             |
| Deposits with others   | -                | -             | -                                    | -                    | -                      | -             |
| Receivables:   |                  |               |                                      |                      |                        |               |
| Accounts, net  | 444              | 319           | -                                    | 896                  | -                      | -             |
| Interest   | 204              | -             | 3                                    | -                    | -                      | 2             |
| Loans  | -                | -             | -                                    | -                    | 300                    | -             |
| Taxes  | -                | -             | -                                    | -                    | -                      | -             |
| Lease  | -                | -             | -                                    | -                    | -                      | -             |
| Due from other funds   | -                | -             | -                                    | -                    | -                      | -             |
| Inventories and prepaid items  | 16               | -             | -                                    | -                    | -                      | -             |
| Advances to other funds  | -                | -             | -                                    | -                    | -                      | -             |
| <b>Total assets</b>  | <b>\$ 25,889</b> | <b>\$ 319</b> | <b>\$ 149</b>                        | <b>\$ 896</b>        | <b>\$ 317</b>          | <b>\$ 259</b> |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                  |               |                                      |                      |                        |               |
| <b>Liabilities:</b>  |                  |               |                                      |                      |                        |               |
| Accounts payable   | \$ 210           | \$ -          | \$ -                                 | \$ 5                 | \$ -                   | \$ -          |
| Accrued payroll  | 230              | 25            | -                                    | 13                   | -                      | -             |
| Interest payable   | -                | -             | -                                    | -                    | -                      | -             |
| Due to other funds   | -                | 149           | -                                    | 1,434                | -                      | -             |
| Advances from other funds  | -                | -             | -                                    | -                    | -                      | -             |
| Deposits payable   | -                | -             | -                                    | -                    | -                      | -             |
| Unearned revenues  | -                | -             | -                                    | -                    | -                      | -             |
| <b>Total liabilities</b>   | <b>440</b>       | <b>174</b>    | <b>-</b>                             | <b>1,452</b>         | <b>-</b>               | <b>-</b>      |
| <b>Deferred inflows of resources:</b>  |                  |               |                                      |                      |                        |               |
| Unavailable revenue  | 265              | 145           | -                                    | 878                  | -                      | -             |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>265</b>       | <b>145</b>    | <b>-</b>                             | <b>878</b>           | <b>-</b>               | <b>-</b>      |
| <b>Fund Balances:</b>  |                  |               |                                      |                      |                        |               |
| Nonspendable   | 16               | -             | -                                    | -                    | -                      | -             |
| Restricted   | 25,168           | -             | 149                                  | -                    | 317                    | 259           |
| Committed  | -                | -             | -                                    | -                    | -                      | -             |
| Assigned   | -                | -             | -                                    | -                    | -                      | -             |
| Unassigned (deficit)   | -                | -             | -                                    | (1,434)              | -                      | -             |
| <b>Total fund balances</b>   | <b>25,184</b>    | <b>-</b>      | <b>149</b>                           | <b>(1,434)</b>       | <b>317</b>             | <b>259</b>    |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 25,889</b> | <b>\$ 319</b> | <b>\$ 149</b>                        | <b>\$ 896</b>        | <b>\$ 317</b>          | <b>\$ 259</b> |

(Continued)



**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Recreational<br>Facilities | Other<br>Protection | Public<br>Protection | Other<br>Assistance | Public<br>Assistance | Public<br>Assistance<br>Administration |
|--|----------------------------|---------------------|----------------------|---------------------|----------------------|--|
| <b>ASSETS</b>  |                            |                     |                      |                     |                      |  |
| Cash and investments   | \$ -                       | \$ -                | \$ 4,192             | \$ 4,668            | \$ 6,505             | \$ 4,489                               |
| Cash and investments with fiscal agents  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Deposits with others   | -                          | -                   | -                    | -                   | -                    | -                                      |
| Receivables:   |                            |                     |                      |                     |                      |  |
| Accounts, net  | -                          | 348                 | 231                  | -                   | 539                  | -                                      |
| Interest   | -                          | 6                   | 19                   | 38                  | 48                   | 38                                     |
| Loans  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Taxes  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Lease  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Due from other funds   | -                          | -                   | -                    | -                   | -                    | -                                      |
| Inventories and prepaid items  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Advances to other funds  | -                          | -                   | -                    | -                   | -                    | -                                      |
| <b>Total assets</b>  | <b>\$ -</b>                | <b>\$ 354</b>       | <b>\$ 4,442</b>      | <b>\$ 4,706</b>     | <b>\$ 7,092</b>      | <b>\$ 4,527</b>                        |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                            |                     |                      |                     |                      |  |
| <b>Liabilities:</b>  |                            |                     |                      |                     |                      |  |
| Accounts payable   | \$ -                       | \$ 130              | \$ 7                 | \$ -                | \$ 257               | \$ -                                   |
| Accrued payroll  | -                          | 47                  | 128                  | 10                  | 40                   | -                                      |
| Interest payable   | -                          | 10                  | 7                    | -                   | 2                    | -                                      |
| Due to other funds   | 58                         | 551                 | -                    | -                   | -                    | -                                      |
| Advances from other funds  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Deposits payable   | -                          | -                   | -                    | -                   | -                    | -                                      |
| Unearned revenues  | -                          | -                   | -                    | -                   | -                    | 4,527                                  |
| <b>Total liabilities</b>   | <b>58</b>                  | <b>738</b>          | <b>142</b>           | <b>10</b>           | <b>299</b>           | <b>4,527</b>                           |
| <b>Deferred inflows of resources:</b>  |                            |                     |                      |                     |                      |  |
| Unavailable revenue  | -                          | 348                 | -                    | -                   | 81                   | -                                      |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>-</b>                   | <b>348</b>          | <b>-</b>             | <b>-</b>            | <b>81</b>            | <b>-</b>                               |
| <b>Fund Balances:</b>  |                            |                     |                      |                     |                      |  |
| Nonspendable   | -                          | -                   | -                    | -                   | -                    | -                                      |
| Restricted   | -                          | -                   | 4,300                | 4,696               | 6,712                | -                                      |
| Committed  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Assigned   | -                          | -                   | -                    | -                   | -                    | -                                      |
| Unassigned (deficit)   | (58)                       | (732)               | -                    | -                   | -                    | -                                      |
| <b>Total fund balances</b>   | <b>(58)</b>                | <b>(732)</b>        | <b>4,300</b>         | <b>4,696</b>        | <b>6,712</b>         | <b>-</b>                               |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ -</b>                | <b>\$ 354</b>       | <b>\$ 4,442</b>      | <b>\$ 4,706</b>     | <b>\$ 7,092</b>      | <b>\$ 4,527</b>                        |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

Special Revenue

|  | Special Revenue                 |               |                              |                                 |                   |                                   |
|--|---------------------------------|---------------|------------------------------|---------------------------------|-------------------|-----------------------------------|
|  | Public<br>Assistance<br>Advance | Education     | Child<br>Support<br>Services | California<br>Child<br>Services | Animal<br>Control | Special<br>District<br>Operations |
| <b>ASSETS</b>  |                                 |               |                              |                                 |                   |                                   |
| Cash and investments   | \$ 3,878                        | \$ 981        | \$ 358                       | \$ 37                           | \$ 106            | \$ 1,660                          |
| Cash and investments with fiscal agents  | -                               | -             | -                            | -                               | -                 | -                                 |
| Deposits with others   | -                               | -             | -                            | -                               | -                 | -                                 |
| Receivables:   |                                 |               |                              |                                 |                   |                                   |
| Accounts, net  | -                               | -             | -                            | -                               | -                 | -                                 |
| Interest   | 66                              | 7             | 3                            | -                               | -                 | 12                                |
| Loans  | -                               | -             | -                            | -                               | -                 | -                                 |
| Taxes  | -                               | -             | -                            | -                               | -                 | -                                 |
| Lease  | -                               | -             | -                            | -                               | -                 | -                                 |
| Due from other funds   | -                               | -             | -                            | -                               | -                 | -                                 |
| Inventories and prepaid items  | -                               | -             | -                            | -                               | -                 | -                                 |
| Advances to other funds  | -                               | -             | -                            | -                               | -                 | -                                 |
| <b>Total assets</b>  | <b>\$ 3,944</b>                 | <b>\$ 988</b> | <b>\$ 361</b>                | <b>\$ 37</b>                    | <b>\$ 106</b>     | <b>\$ 1,672</b>                   |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                                 |               |                              |                                 |                   |                                   |
| <b>Liabilities:</b>  |                                 |               |                              |                                 |                   |                                   |
| Accounts payable   | \$ -                            | \$ -          | \$ 11                        | \$ -                            | \$ 72             | \$ 17                             |
| Accrued payroll  | -                               | -             | 199                          | 31                              | 24                | -                                 |
| Interest payable   | -                               | -             | -                            | 1                               | -                 | 1                                 |
| Due to other funds   | -                               | -             | -                            | -                               | -                 | -                                 |
| Advances from other funds  | -                               | -             | -                            | -                               | -                 | -                                 |
| Deposits payable   | -                               | -             | -                            | -                               | -                 | -                                 |
| Unearned revenues  | 3,944                           | -             | -                            | -                               | -                 | -                                 |
| <b>Total liabilities</b>   | <b>3,944</b>                    | <b>-</b>      | <b>210</b>                   | <b>32</b>                       | <b>96</b>         | <b>18</b>                         |
| <b>Deferred inflows of resources:</b>  |                                 |               |                              |                                 |                   |                                   |
| Unavailable revenue  | -                               | -             | -                            | -                               | -                 | -                                 |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>-</b>                        | <b>-</b>      | <b>-</b>                     | <b>-</b>                        | <b>-</b>          | <b>-</b>                          |
| <b>Fund Balances:</b>  |                                 |               |                              |                                 |                   |                                   |
| Nonspendable   | -                               | -             | -                            | -                               | -                 | -                                 |
| Restricted   | -                               | 988           | 151                          | 5                               | 10                | 1,654                             |
| Committed  | -                               | -             | -                            | -                               | -                 | -                                 |
| Assigned   | -                               | -             | -                            | -                               | -                 | -                                 |
| Unassigned (deficit)   | -                               | -             | -                            | -                               | -                 | -                                 |
| <b>Total fund balances</b>   | <b>-</b>                        | <b>988</b>    | <b>151</b>                   | <b>5</b>                        | <b>10</b>         | <b>1,654</b>                      |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 3,944</b>                 | <b>\$ 988</b> | <b>\$ 361</b>                | <b>\$ 37</b>                    | <b>\$ 106</b>     | <b>\$ 1,672</b>                   |

(Continued)

**County of Imperial**  
**Combining Balance Sheet (Continued)**  
**Non-major Special Revenue Funds**  
**June 30, 2023 (in thousands)**

|  | Special Revenue                      |  |                            |                  |  | Total<br>Non-major<br>Special Revenue<br>Funds |
|--|--------------------------------------|--|----------------------------|------------------|--|--|
|  | Transportation<br>Development<br>Act | Geothermal<br>and Lithium<br>Development | DNA ID<br>Local<br>Portion | Other<br>Program | Social<br>Services<br>Realignment<br>Funds |  |
| <b>ASSETS</b>  |                                      |  |                            |                  |  |  |
| Cash and investments   | \$ 417                               | \$ 4,280                                 | \$ 566                     | \$ 22,436        | \$ 8,157                                   | \$ 187,300                                     |
| Cash and investments with fiscal agents  | -                                    | -  | -                          | -                | -  | -  |
| Deposits with others   | -                                    | -  | -                          | 557              | -  | 917  |
| Receivables:   |                                      |  |                            |                  |  |  |
| Accounts, net  | -                                    | -  | -                          | 213              | -  | 11,241   |
| Interest   | -                                    | 35                                       | 5                          | 96               | 54   | 5,566  |
| Loans  | -                                    | -  | -                          | -                | -  | 14,071   |
| Taxes  | -                                    | -  | -                          | -                | -  | 10   |
| Lease  | -                                    | -  | -                          | -                | -  | -  |
| Due from other funds   | -                                    | -  | -                          | -                | -  | -  |
| Inventories and prepaid items  | -                                    | -  | -                          | -                | -  | 889  |
| Advances to other funds  | -                                    | -  | -                          | -                | -  | -  |
| <b>Total assets</b>  | <b>\$ 417</b>                        | <b>\$ 4,315</b>                          | <b>\$ 571</b>              | <b>\$ 23,302</b> | <b>\$ 8,211</b>                            | <b>\$ 219,994</b>                              |
| <b>LIABILITIES, DEFERRED<br/>INFLOWS OF RESOURCES,<br/>AND FUND BALANCES</b>       |                                      |  |                            |                  |  |  |
| <b>Liabilities:</b>  |                                      |  |                            |                  |  |  |
| Accounts payable   | \$ -                                 | \$ 47                                    | \$ -                       | \$ 423           | \$ -                                       | \$ 6,713                                       |
| Accrued payroll  | -                                    | -  | -                          | 41               | -  | 2,426  |
| Interest payable   | -                                    | -  | -                          | -                | -  | 95   |
| Due to other funds   | -                                    | -  | -                          | -                | -  | 8,811  |
| Advances from other funds  | -                                    | -  | -                          | -                | -  | -  |
| Deposits payable   | -                                    | -  | -                          | 5,735            | -  | 5,735  |
| Unearned revenues  | -                                    | -  | -                          | 298              | 8,211                                      | 27,527   |
| <b>Total liabilities</b>   | <b>-</b>                             | <b>47</b>                                | <b>-</b>                   | <b>6,497</b>     | <b>8,211</b>                               | <b>51,307</b>                                  |
| <b>Deferred inflows of resources:</b>  |                                      |  |                            |                  |  |  |
| Unavailable revenue  | -                                    | -  | -                          | -                | -  | 11,462   |
| <b>Total deferred inflows<br/>of resources</b>                                     | <b>-</b>                             | <b>-</b>                                 | <b>-</b>                   | <b>-</b>         | <b>-</b>                                   | <b>11,462</b>                                  |
| <b>Fund Balances:</b>  |                                      |  |                            |                  |  |  |
| Nonspendable   | -                                    | -  | -                          | -                | -  | 889  |
| Restricted   | 417                                  | 4,268                                    | 571                        | 16,805           | -  | 161,519  |
| Committed  | -                                    | -  | -                          | -                | -  | -  |
| Assigned   | -                                    | -  | -                          | -                | -  | -  |
| Unassigned (deficit)   | -                                    | -  | -                          | -                | -  | (5,183)  |
| <b>Total fund balances</b>   | <b>417</b>                           | <b>4,268</b>                             | <b>571</b>                 | <b>16,805</b>    | <b>-</b>                                   | <b>157,225</b>                                 |
| <b>Total liabilities, deferred<br/>inflows of resources,<br/>and fund balances</b> | <b>\$ 417</b>                        | <b>\$ 4,315</b>                          | <b>\$ 571</b>              | <b>\$ 23,302</b> | <b>\$ 8,211</b>                            | <b>\$ 219,994</b>                              |

(Concluded)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue          |                             |               |                    |                                 |   |
|---|--------------------------|-----------------------------|---------------|--------------------|---------------------------------|---|
|   | Public<br>Works<br>Roads | Host Public<br>Benefit Fees | Public Health | Fire<br>Protection | Behavioral<br>Health<br>Advance | Behavioral<br>Health<br>Proposition #63<br>Fund |
| <b>REVENUES:</b>                              |                          |                             |               |                    |                                 |   |
| Taxes   | \$ -                     | \$ -                        | \$ -          | \$ -               | \$ -                            | \$ -  |
| Licenses, permits and fees                    | 422                      | -                           | 4             | -                  | -                               | -   |
| Fines, forfeitures, and penalties             | -                        | 8                           | -             | -                  | -                               | -   |
| Investment income (loss)                      | (198)                    | 889                         | (100)         | -                  | -                               | -   |
| Intergovernmental                             | 10,037                   | -                           | 10,607        | -                  | 680                             | -   |
| Charges for current services                  | 910                      | 1,229                       | 652           | -                  | -                               | -   |
| Other revenue                                 | 62                       | 3                           | 6             | -                  | -                               | -   |
| <b>Total revenues</b>                         | <b>11,233</b>            | <b>2,129</b>                | <b>11,169</b> | <b>-</b>           | <b>680</b>                      | <b>-</b>  |
| <b>EXPENDITURES:</b>                          |                          |                             |               |                    |                                 |   |
| Current:                                      |                          |                             |               |                    |                                 |   |
| General government                            | -                        | 1,699                       | 4             | -                  | -                               | -   |
| Public protection                             | -                        | -                           | -             | 1                  | -                               | -   |
| Health and sanitation                         | -                        | -                           | 11,339        | -                  | -                               | -   |
| Public assistance                             | -                        | -                           | -             | -                  | -                               | -   |
| Special districts                             | -                        | -                           | -             | -                  | -                               | -   |
| Public ways and facilities                    | -                        | -                           | -             | -                  | -                               | -   |
| Capital outlay                                | 10,855                   | -                           | 112           | -                  | -                               | -   |
| Debt service:                                 |                          |                             |               |                    |                                 |   |
| Principal                                     | -                        | -                           | -             | -                  | -                               | -   |
| Interest and fiscal charges                   | -                        | -                           | -             | -                  | -                               | -   |
| <b>Total expenditures</b>                     | <b>10,855</b>            | <b>1,699</b>                | <b>11,455</b> | <b>1</b>           | <b>-</b>                        | <b>-</b>  |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>378</b>               | <b>430</b>                  | <b>(286)</b>  | <b>(1)</b>         | <b>680</b>                      | <b>-</b>  |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                          |                             |               |                    |                                 |   |
| Inception of lease liability                  | -                        | -                           | -             | -                  | -                               | -   |
| Inception of subscription liability           | -                        | -                           | -             | -                  | -                               | -   |
| Transfers in                                  | 5,175                    | -                           | -             | 8,053              | -                               | -   |
| Transfers out                                 | (370)                    | (125)                       | -             | -                  | (680)                           | -   |
| <b>Total other financing sources (uses)</b>   | <b>4,805</b>             | <b>(125)</b>                | <b>-</b>      | <b>8,053</b>       | <b>(680)</b>                    | <b>-</b>  |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>5,183</b>             | <b>305</b>                  | <b>(286)</b>  | <b>8,052</b>       | <b>-</b>                        | <b>-</b>  |
| <b>FUND BALANCES (DEFICIT):</b>               |                          |                             |               |                    |                                 |   |
| Beginning of year                             | (3,068)                  | 18,000                      | 748           | (8,052)            | -                               | -   |
| End of year                                   | <u>\$ 2,115</u>          | <u>\$ 18,305</u>            | <u>\$ 462</u> | <u>\$ -</u>        | <u>\$ -</u>                     | <u>\$ -</u>                                     |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue |                       |               |                                 |                                   |                              |
|---|-----------------|-----------------------|---------------|---------------------------------|-----------------------------------|------------------------------|
|   | Library         | Gateway<br>CSA<br>CAO | WIA<br>Funds  | Federal<br>Jail<br>Improvements | Criminal<br>Justice<br>Facilities | Geothermal<br>Administration |
| <b>REVENUES:</b>                              |                 |                       |               |                                 |                                   |                              |
| Taxes   | \$ 433          | \$ -                  | \$ -          | \$ -                            | \$ -                              | \$ -                         |
| Licenses, permits and fees                    | -               | -                     | -             | -                               | -                                 | -                            |
| Fines, forfeitures, and penalties             | -               | -                     | -             | -                               | 397                               | -                            |
| Investment income (loss)                      | (15)            | 4                     | 597           | -                               | 24                                | 10                           |
| Intergovernmental                             | 253             | 134                   | 4,448         | 16                              | -                                 | 5                            |
| Charges for current services                  | 2               | 537                   | 16            | -                               | -                                 | -                            |
| Other revenue                                 | 2               | -                     | -             | -                               | -                                 | -                            |
| <b>Total revenues</b>                         | <b>675</b>      | <b>675</b>            | <b>5,061</b>  | <b>16</b>                       | <b>421</b>                        | <b>15</b>                    |
| <b>EXPENDITURES:</b>                          |                 |                       |               |                                 |                                   |                              |
| Current:                                      |                 |                       |               |                                 |                                   |                              |
| General government                            | -               | -                     | -             | -                               | -                                 | -                            |
| Public protection                             | -               | -                     | -             | -                               | -                                 | -                            |
| Health and sanitation                         | -               | -                     | -             | -                               | -                                 | -                            |
| Public assistance                             | 691             | -                     | 5,012         | -                               | -                                 | 96                           |
| Special districts                             | -               | -                     | -             | -                               | -                                 | -                            |
| Public ways and facilities                    | -               | 691                   | -             | -                               | -                                 | -                            |
| Capital outlay                                | -               | -                     | -             | -                               | -                                 | -                            |
| Debt service:                                 |                 |                       |               |                                 |                                   |                              |
| Principal                                     | -               | -                     | -             | -                               | -                                 | -                            |
| Interest and fiscal charges                   | -               | -                     | -             | -                               | -                                 | -                            |
| <b>Total expenditures</b>                     | <b>691</b>      | <b>691</b>            | <b>5,012</b>  | <b>-</b>                        | <b>-</b>                          | <b>96</b>                    |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>(16)</b>     | <b>(16)</b>           | <b>49</b>     | <b>16</b>                       | <b>421</b>                        | <b>(81)</b>                  |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                 |                       |               |                                 |                                   |                              |
| Inception of lease liability                  | -               | -                     | -             | -                               | -                                 | -                            |
| Inception of subscription liability           | -               | -                     | -             | -                               | -                                 | -                            |
| Transfers in                                  | -               | -                     | -             | -                               | -                                 | -                            |
| Transfers out                                 | -               | -                     | -             | -                               | -                                 | -                            |
| <b>Total other financing sources (uses)</b>   | <b>-</b>        | <b>-</b>              | <b>-</b>      | <b>-</b>                        | <b>-</b>                          | <b>-</b>                     |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>(16)</b>     | <b>(16)</b>           | <b>49</b>     | <b>16</b>                       | <b>421</b>                        | <b>(81)</b>                  |
| <b>FUND BALANCES (DEFICIT):</b>               |                 |                       |               |                                 |                                   |                              |
| Beginning of year                             | (649)           | 228                   | 676           | 5                               | 1,746                             | 447                          |
| End of year                                   | <u>\$ (665)</u> | <u>\$ 212</u>         | <u>\$ 725</u> | <u>\$ 21</u>                    | <u>\$ 2,167</u>                   | <u>\$ 366</u>                |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue |                                     |                       |                 |                       |                  |
|---|-----------------|-------------------------------------|-----------------------|-----------------|-----------------------|------------------|
|   | Substance Abuse | Service Authority Freeway Emergency | Air Pollution Control | DMV Fees        | Recorders Improvement | Medi-Cal/ CMSP   |
| <b>REVENUES:</b>                            |                 |                                     |                       |                 |                       |                  |
| Taxes                                       | \$ -            | \$ -                                | \$ -                  | \$ -            | \$ -                  | \$ -             |
| Licenses, permits and fees                  | -               | -                                   | 1,749                 | -               | -                     | -                |
| Fines, forfeitures, and penalties           | -               | -                                   | 182                   | -               | -                     | -                |
| Investment income (loss)                    | 2               | 22                                  | 47                    | 39              | (7)                   | 132              |
| Intergovernmental                           | 11,629          | 210                                 | 1,026                 | 1,170           | -                     | 7,633            |
| Charges for current services                | 31              | -                                   | 16                    | -               | 87                    | -                |
| Other revenue                               | 96              | -                                   | 4                     | -               | -                     | -                |
| <b>Total revenues</b>                       | <b>11,758</b>   | <b>232</b>                          | <b>3,024</b>          | <b>1,209</b>    | <b>80</b>             | <b>7,765</b>     |
| <b>EXPENDITURES:</b>                        |                 |                                     |                       |                 |                       |                  |
| Current:                                    |                 |                                     |                       |                 |                       |                  |
| General government                          | -               | -                                   | -                     | 275             | 150                   | -                |
| Public protection                           | -               | -                                   | -                     | -               | -                     | -                |
| Health and sanitation                       | 11,093          | -                                   | 3,289                 | -               | -                     | -                |
| Public assistance                           | -               | -                                   | -                     | -               | -                     | 7,300            |
| Special districts                           | -               | -                                   | -                     | -               | -                     | -                |
| Public ways and facilities                  | -               | 148                                 | -                     | -               | -                     | -                |
| Capital outlay                              | -               | -                                   | -                     | -               | -                     | -                |
| Debt service:                               |                 |                                     |                       |                 |                       |                  |
| Principal                                   | -               | -                                   | -                     | -               | -                     | -                |
| Interest and fiscal charges                 | -               | -                                   | -                     | -               | -                     | -                |
| <b>Total expenditures</b>                   | <b>11,093</b>   | <b>148</b>                          | <b>3,289</b>          | <b>275</b>      | <b>150</b>            | <b>7,300</b>     |
| <b>REVENUES OVER (UNDER) EXPENDITURES</b>   | <b>665</b>      | <b>84</b>                           | <b>(265)</b>          | <b>934</b>      | <b>(70)</b>           | <b>465</b>       |
| <b>OTHER FINANCING SOURCES (USES):</b>      |                 |                                     |                       |                 |                       |                  |
| Inception of lease liability                | -               | -                                   | -                     | -               | -                     | -                |
| Inception of subscription liability         | -               | -                                   | -                     | -               | -                     | -                |
| Transfers in                                | -               | -                                   | 1,750                 | -               | -                     | -                |
| Transfers out                               | -               | -                                   | -                     | (850)           | -                     | -                |
| <b>Total other financing sources (uses)</b> | <b>-</b>        | <b>-</b>                            | <b>1,750</b>          | <b>(850)</b>    | <b>-</b>              | <b>-</b>         |
| <b>NET CHANGES IN FUND BALANCES</b>         | <b>665</b>      | <b>84</b>                           | <b>1,485</b>          | <b>84</b>       | <b>(70)</b>           | <b>465</b>       |
| <b>FUND BALANCES (DEFICIT):</b>             |                 |                                     |                       |                 |                       |                  |
| Beginning of year                           | (599)           | 1,406                               | 4,079                 | 2,503           | 1,352                 | 11,184           |
| End of year                                 | <u>\$ 66</u>    | <u>\$ 1,490</u>                     | <u>\$ 5,564</u>       | <u>\$ 2,587</u> | <u>\$ 1,282</u>       | <u>\$ 11,649</u> |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue             |  |                                |                   |                                     |                                |
|---|-----------------------------|--|--------------------------------|-------------------|-------------------------------------|--------------------------------|
|   | IHSS<br>Public<br>Authority | Mental Health<br>Service Act<br>Proposition 63 | Public<br>Works<br>Impact Fees | Cal-MMET<br>Grant | Ozone<br>Operational<br>Development | Measure D<br>LTA Road<br>Funds |
| <b>REVENUES:</b>                              |                             |  |                                |                   |                                     |                                |
| Taxes   | \$ -                        | \$ -   | \$ -                           | \$ -              | \$ -                                | \$ -                           |
| Licenses, permits and fees                    | -                           | -  | -                              | -                 | -                                   | -                              |
| Fines, forfeitures, and penalties             | -                           | -  | -                              | -                 | -                                   | -                              |
| Investment income (loss)                      | (38)                        | (59)   | 6                              | -                 | 9                                   | 306                            |
| Intergovernmental                             | 17,854                      | 26,080   | -                              | 699               | -                                   | -                              |
| Charges for current services                  | -                           | 92   | 39                             | -                 | -                                   | 4,387                          |
| Other revenue                                 | -                           | 9  | -                              | -                 | -                                   | 139                            |
| <b>Total revenues</b>                         | <b>17,816</b>               | <b>26,122</b>                                  | <b>45</b>                      | <b>699</b>        | <b>9</b>                            | <b>4,832</b>                   |
| <b>EXPENDITURES:</b>                          |                             |  |                                |                   |                                     |                                |
| Current:                                      |                             |  |                                |                   |                                     |                                |
| General government                            | -                           | -  | -                              | -                 | -                                   | 5,206                          |
| Public protection                             | -                           | -  | -                              | 518               | 390                                 | -                              |
| Health and sanitation                         | -                           | 18,789   | -                              | -                 | -                                   | -                              |
| Public assistance                             | 18,115                      | -  | -                              | -                 | -                                   | -                              |
| Special districts                             | -                           | -  | -                              | -                 | -                                   | -                              |
| Public ways and facilities                    | -                           | -  | -                              | -                 | -                                   | -                              |
| Capital outlay                                | -                           | 54   | -                              | -                 | -                                   | -                              |
| Debt service:                                 |                             |  |                                |                   |                                     |                                |
| Principal                                     | -                           | 1,205  | -                              | -                 | -                                   | -                              |
| Interest and fiscal charges                   | -                           | 66   | -                              | -                 | -                                   | -                              |
| <b>Total expenditures</b>                     | <b>18,115</b>               | <b>20,114</b>                                  | <b>-</b>                       | <b>518</b>        | <b>390</b>                          | <b>5,206</b>                   |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>(299)</b>                | <b>6,008</b>                                   | <b>45</b>                      | <b>181</b>        | <b>(381)</b>                        | <b>(374)</b>                   |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                             |  |                                |                   |                                     |                                |
| Inception of lease liability                  | -                           | -  | -                              | -                 | -                                   | -                              |
| Inception of subscription liability           | -                           | -  | -                              | -                 | -                                   | -                              |
| Transfers in                                  | -                           | -  | -                              | -                 | -                                   | -                              |
| Transfers out                                 | -                           | -  | -                              | -                 | -                                   | (2,457)                        |
| <b>Total other financing sources (uses)</b>   | <b>-</b>                    | <b>-</b>                                       | <b>-</b>                       | <b>-</b>          | <b>-</b>                            | <b>(2,457)</b>                 |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>(299)</b>                | <b>6,008</b>                                   | <b>45</b>                      | <b>181</b>        | <b>(381)</b>                        | <b>(2,831)</b>                 |
| <b>FUND BALANCES (DEFICIT):</b>               |                             |  |                                |                   |                                     |                                |
| Beginning of year                             | 205                         | 986  | 209                            | 618               | 428                                 | 12,760                         |
| End of year                                   | <u>\$ (94)</u>              | <u>\$ 6,994</u>                                | <u>\$ 254</u>                  | <u>\$ 799</u>     | <u>\$ 47</u>                        | <u>\$ 9,929</u>                |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue            |  |                       |                                  |                              |  |
|---|----------------------------|--|-----------------------|----------------------------------|------------------------------|--|
|   | RV Park<br>Lake<br>Library | Community<br>Corrections<br>Performance<br>Incentive | Wraparound<br>Program | Intra-<br>Government<br>Transfer | Local<br>Health<br>Authority | SB1 - Road<br>Maintenance &<br>Rehabilitation<br>Act |
| <b>REVENUES:</b>                              |                            |  |                       |                                  |                              |  |
| Taxes   | \$ -                       | \$ -   | \$ -                  | \$ -                             | \$ -                         | \$ -   |
| Licenses, permits and fees                    | -                          | -  | -                     | -                                | -                            | -  |
| Fines, forfeitures, and penalties             | -                          | -  | -                     | -                                | -                            | -  |
| Investment income (loss)                      | 856                        | 26   | (19)                  | -                                | 580                          | 402  |
| Intergovernmental                             | -                          | 203  | -                     | -                                | -                            | 10,586   |
| Charges for current services                  | 185                        | -  | -                     | -                                | 3,652                        | -  |
| Other revenue                                 | 1                          | -  | -                     | -                                | -                            | -  |
| <b>Total revenues</b>                         | <b>1,042</b>               | <b>229</b>   | <b>(19)</b>           | <b>-</b>                         | <b>4,232</b>                 | <b>10,988</b>  |
| <b>EXPENDITURES:</b>                          |                            |  |                       |                                  |                              |  |
| Current:                                      |                            |  |                       |                                  |                              |  |
| General government                            | -                          | -  | -                     | -                                | -                            | -  |
| Public protection                             | -                          | 103  | -                     | -                                | -                            | -  |
| Health and sanitation                         | -                          | -  | -                     | -                                | 13,027                       | -  |
| Public assistance                             | -                          | -  | 353                   | -                                | -                            | -  |
| Special districts                             | -                          | -  | -                     | -                                | -                            | -  |
| Public ways and facilities                    | 1,291                      | -  | -                     | -                                | -                            | 13,454   |
| Capital outlay                                | -                          | -  | -                     | -                                | 2,743                        | -  |
| Debt service:                                 |                            |  |                       |                                  |                              |  |
| Principal                                     | -                          | -  | -                     | -                                | -                            | -  |
| Interest and fiscal charges                   | -                          | -  | -                     | -                                | -                            | -  |
| <b>Total expenditures</b>                     | <b>1,291</b>               | <b>103</b>   | <b>353</b>            | <b>-</b>                         | <b>15,770</b>                | <b>13,454</b>  |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>(249)</b>               | <b>126</b>   | <b>(372)</b>          | <b>-</b>                         | <b>(11,538)</b>              | <b>(2,466)</b>                                       |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                            |  |                       |                                  |                              |  |
| Inception of lease liability                  | -                          | -  | -                     | -                                | -                            | -  |
| Inception of subscription liability           | -                          | -  | -                     | -                                | -                            | -  |
| Transfers in                                  | -                          | -  | 635                   | -                                | -                            | -  |
| Transfers out                                 | -                          | -  | -                     | -                                | -                            | (2,719)  |
| <b>Total other financing sources (uses)</b>   | <b>-</b>                   | <b>-</b>   | <b>635</b>            | <b>-</b>                         | <b>-</b>                     | <b>(2,719)</b>                                       |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>(249)</b>               | <b>126</b>   | <b>263</b>            | <b>-</b>                         | <b>(11,538)</b>              | <b>(5,185)</b>                                       |
| <b>FUND BALANCES (DEFICIT):</b>               |                            |  |                       |                                  |                              |  |
| Beginning of year                             | 265                        | 1,598  | 1,517                 | 321                              | 13,112                       | 16,426   |
| End of year                                   | <u>\$ 16</u>               | <u>\$ 1,724</u>                                      | <u>\$ 1,780</u>       | <u>\$ 321</u>                    | <u>\$ 1,574</u>              | <u>\$ 11,241</u>                                     |

(Continued)



**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue     |                              |                                  |               |                |                        |
|---|---------------------|------------------------------|----------------------------------|---------------|----------------|------------------------|
|   | APCD<br>Rule<br>310 | 2017<br>Homeland<br>Security | Farmers<br>Program<br>Carl Moyer | HEAP<br>Grant | Admin<br>ICCED | Boating &<br>Waterways |
| <b>REVENUES:</b>                              |                     |                              |                                  |               |                |                        |
| Taxes   | \$ -                | \$ -                         | \$ -                             | \$ -          | \$ -           | \$ -                   |
| Licenses, permits and fees                    | -                   | -                            | -                                | -             | -              | -                      |
| Fines, forfeitures, and penalties             | -                   | -                            | -                                | -             | -              | -                      |
| Investment income (loss)                      | (14)                | -                            | 13                               | -             | -              | -                      |
| Intergovernmental                             | -                   | -                            | 1,394                            | -             | -              | -                      |
| Charges for current services                  | 496                 | -                            | -                                | -             | -              | -                      |
| Other revenue                                 | -                   | -                            | -                                | -             | -              | -                      |
| <b>Total revenues</b>                         | <b>482</b>          | <b>-</b>                     | <b>1,407</b>                     | <b>-</b>      | <b>-</b>       | <b>-</b>               |
| <b>EXPENDITURES:</b>                          |                     |                              |                                  |               |                |                        |
| Current:                                      |                     |                              |                                  |               |                |                        |
| General government                            | -                   | -                            | -                                | -             | -              | -                      |
| Public protection                             | -                   | -                            | -                                | -             | -              | -                      |
| Health and sanitation                         | 153                 | -                            | 934                              | -             | -              | -                      |
| Public assistance                             | -                   | -                            | -                                | -             | -              | -                      |
| Special districts                             | -                   | -                            | -                                | -             | -              | -                      |
| Public ways and facilities                    | -                   | -                            | -                                | -             | -              | -                      |
| Capital outlay                                | -                   | -                            | -                                | -             | -              | -                      |
| Debt service:                                 |                     |                              |                                  |               |                |                        |
| Principal                                     | -                   | -                            | -                                | -             | -              | -                      |
| Interest and fiscal charges                   | -                   | -                            | -                                | -             | -              | -                      |
| <b>Total expenditures</b>                     | <b>153</b>          | <b>-</b>                     | <b>934</b>                       | <b>-</b>      | <b>-</b>       | <b>-</b>               |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>329</b>          | <b>-</b>                     | <b>473</b>                       | <b>-</b>      | <b>-</b>       | <b>-</b>               |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                     |                              |                                  |               |                |                        |
| Inception of lease liability                  | -                   | -                            | -                                | -             | -              | -                      |
| Inception of subscription liability           | -                   | -                            | -                                | -             | -              | -                      |
| Transfers in                                  | -                   | -                            | -                                | -             | -              | -                      |
| Transfers out                                 | -                   | -                            | -                                | -             | -              | -                      |
| <b>Total other financing sources (uses)</b>   | <b>-</b>            | <b>-</b>                     | <b>-</b>                         | <b>-</b>      | <b>-</b>       | <b>-</b>               |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>329</b>          | <b>-</b>                     | <b>473</b>                       | <b>-</b>      | <b>-</b>       | <b>-</b>               |
| <b>FUND BALANCES (DEFICIT):</b>               |                     |                              |                                  |               |                |                        |
| Beginning of year                             | 763                 | -                            | -                                | -             | (1)            | 10                     |
| End of year                                   | <u>\$ 1,092</u>     | <u>\$ -</u>                  | <u>\$ 473</u>                    | <u>\$ -</u>   | <u>\$ (1)</u>  | <u>\$ 10</u>           |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue                            |                               |                         |                         |                           |                    |
|---|--|-------------------------------|-------------------------|-------------------------|---------------------------|--------------------|
|   | Community<br>Development<br>Block<br>Grant | Disaster<br>Recovery<br>Grant | Economic<br>Development | First Time<br>Homebuyer | Housing<br>Rehabilitation | Water<br>Treatment |
| <b>REVENUES:</b>                              |  |                               |                         |                         |                           |                    |
| Taxes   | \$ -                                       | \$ -                          | \$ -                    | \$ -                    | \$ -                      | \$ -               |
| Licenses, permits and fees                    | -  | -                             | -                       | -                       | -                         | -                  |
| Fines, forfeitures, and penalties             | -  | -                             | -                       | -                       | -                         | -                  |
| Investment income (loss)                      | (17)                                       | (23)                          | 11                      | 8                       | -                         | (134)              |
| Intergovernmental                             | 598  | -                             | -                       | 361                     | -                         | -                  |
| Charges for current services                  | -  | -                             | -                       | -                       | -                         | -                  |
| Other revenue                                 | -  | -                             | -                       | -                       | -                         | -                  |
| <b>Total revenues</b>                         | <b>581</b>                                 | <b>(23)</b>                   | <b>11</b>               | <b>369</b>              | <b>-</b>                  | <b>(134)</b>       |
| <b>EXPENDITURES:</b>                          |  |                               |                         |                         |                           |                    |
| Current:                                      |  |                               |                         |                         |                           |                    |
| General government                            | -  | -                             | -                       | -                       | -                         | -                  |
| Public protection                             | -  | -                             | -                       | -                       | -                         | -                  |
| Health and sanitation                         | -  | -                             | -                       | -                       | -                         | -                  |
| Public assistance                             | 2,040                                      | -                             | -                       | 3                       | -                         | -                  |
| Special districts                             | -  | -                             | -                       | -                       | -                         | -                  |
| Public ways and facilities                    | -  | -                             | -                       | -                       | -                         | -                  |
| Capital outlay                                | -  | -                             | -                       | -                       | -                         | -                  |
| Debt service:                                 |  |                               |                         |                         |                           |                    |
| Principal                                     | -  | -                             | -                       | -                       | -                         | -                  |
| Interest and fiscal charges                   | -  | -                             | -                       | -                       | -                         | -                  |
| <b>Total expenditures</b>                     | <b>2,040</b>                               | <b>-</b>                      | <b>-</b>                | <b>3</b>                | <b>-</b>                  | <b>-</b>           |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>(1,459)</b>                             | <b>(23)</b>                   | <b>11</b>               | <b>366</b>              | <b>-</b>                  | <b>(134)</b>       |
| <b>OTHER FINANCING SOURCES (USES):</b>        |  |                               |                         |                         |                           |                    |
| Inception of lease liability                  | -  | -                             | -                       | -                       | -                         | -                  |
| Inception of subscription liability           | -  | -                             | -                       | -                       | -                         | -                  |
| Transfers in                                  | -  | -                             | -                       | -                       | -                         | -                  |
| Transfers out                                 | -  | -                             | -                       | -                       | -                         | -                  |
| <b>Total other financing sources (uses)</b>   | <b>-</b>                                   | <b>-</b>                      | <b>-</b>                | <b>-</b>                | <b>-</b>                  | <b>-</b>           |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>(1,459)</b>                             | <b>(23)</b>                   | <b>11</b>               | <b>366</b>              | <b>-</b>                  | <b>(134)</b>       |
| <b>FUND BALANCES (DEFICIT):</b>               |  |                               |                         |                         |                           |                    |
| Beginning of year                             | 5,306                                      | 2,208                         | (1,600)                 | 1,655                   | 108                       | 3,594              |
| End of year                                   | <u>\$ 3,847</u>                            | <u>\$ 2,185</u>               | <u>\$ (1,589)</u>       | <u>\$ 2,021</u>         | <u>\$ 108</u>             | <u>\$ 3,460</u>    |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue         |                 |                |               |                                |                    |
|---|-------------------------|-----------------|----------------|---------------|--------------------------------|--------------------|
|   | Parks and<br>Recreation | USDA            | Administration | Communication | Detention<br>and<br>Correction | Fire<br>Protection |
| <b>REVENUES:</b>                              |                         |                 |                |               |                                |                    |
| Taxes   | \$ -                    | \$ -            | \$ -           | \$ -          | \$ -                           | \$ -               |
| Licenses, permits and fees                    | -                       | -               | -              | -             | -                              | -                  |
| Fines, forfeitures, and penalties             | -                       | -               | 1              | -             | -                              | -                  |
| Investment income (loss)                      | (1)                     | (15)            | 10             | 1             | 5                              | -                  |
| Intergovernmental                             | -                       | -               | 5,290          | -             | -                              | 2,360              |
| Charges for current services                  | -                       | 14              | 114            | -             | 126                            | 29                 |
| Other revenue                                 | -                       | -               | 11             | -             | -                              | -                  |
| <b>Total revenues</b>                         | <b>(1)</b>              | <b>(1)</b>      | <b>5,426</b>   | <b>1</b>      | <b>131</b>                     | <b>2,389</b>       |
| <b>EXPENDITURES:</b>                          |                         |                 |                |               |                                |                    |
| Current:                                      |                         |                 |                |               |                                |                    |
| General government                            | -                       | -               | -              | -             | -                              | -                  |
| Public protection                             | -                       | -               | 15             | -             | 119                            | 2,668              |
| Health and sanitation                         | -                       | -               | -              | -             | -                              | -                  |
| Public assistance                             | -                       | 1,288           | 4,644          | -             | -                              | -                  |
| Special districts                             | -                       | -               | -              | -             | -                              | -                  |
| Public ways and facilities                    | -                       | -               | -              | -             | -                              | -                  |
| Capital outlay                                | -                       | -               | 489            | -             | -                              | 112                |
| Debt service:                                 |                         |                 |                |               |                                |                    |
| Principal                                     | -                       | -               | -              | -             | -                              | -                  |
| Interest and fiscal charges                   | -                       | -               | -              | -             | -                              | -                  |
| <b>Total expenditures</b>                     | <b>-</b>                | <b>1,288</b>    | <b>5,148</b>   | <b>-</b>      | <b>119</b>                     | <b>2,780</b>       |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>(1)</b>              | <b>(1,289)</b>  | <b>278</b>     | <b>1</b>      | <b>12</b>                      | <b>(391)</b>       |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                         |                 |                |               |                                |                    |
| Inception of lease liability                  | -                       | -               | -              | -             | -                              | -                  |
| Inception of subscription liability           | -                       | -               | -              | -             | -                              | -                  |
| Transfers in                                  | -                       | -               | -              | -             | -                              | -                  |
| Transfers out                                 | -                       | -               | -              | -             | -                              | (29)               |
| <b>Total other financing sources (uses)</b>   | <b>-</b>                | <b>-</b>        | <b>-</b>       | <b>-</b>      | <b>-</b>                       | <b>(29)</b>        |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>(1)</b>              | <b>(1,289)</b>  | <b>278</b>     | <b>1</b>      | <b>12</b>                      | <b>(420)</b>       |
| <b>FUND BALANCES (DEFICIT):</b>               |                         |                 |                |               |                                |                    |
| Beginning of year                             | 9                       | 1,007           | 486            | 26            | 225                            | 92                 |
| End of year                                   | <u>\$ 8</u>             | <u>\$ (282)</u> | <u>\$ 764</u>  | <u>\$ 27</u>  | <u>\$ 237</u>                  | <u>\$ (328)</u>    |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue  |             |                                      |                      |                        |               |
|---|------------------|-------------|--------------------------------------|----------------------|------------------------|---------------|
|   | Health           | Judicial    | Legislative<br>and<br>Administration | Police<br>Protection | Property<br>Management | Public<br>Way |
| <b>REVENUES:</b>                              |                  |             |                                      |                      |                        |               |
| Taxes   | \$ -             | \$ -        | \$ -                                 | \$ -                 | \$ -                   | \$ -          |
| Licenses, permits and fees                    | 1,323            | -           | -                                    | -                    | -                      | -             |
| Fines, forfeitures, and penalties             | 27               | -           | -                                    | 24                   | -                      | -             |
| Investment income (loss)                      | 290              | -           | 8                                    | 17                   | -                      | 6             |
| Intergovernmental                             | 17,529           | 665         | -                                    | 966                  | -                      | -             |
| Charges for current services                  | 1,147            | -           | -                                    | -                    | -                      | 13            |
| Other revenue                                 | 60               | -           | 10                                   | -                    | -                      | -             |
| <b>Total revenues</b>                         | <b>20,376</b>    | <b>665</b>  | <b>18</b>                            | <b>1,007</b>         | <b>-</b>               | <b>19</b>     |
| <b>EXPENDITURES:</b>                          |                  |             |                                      |                      |                        |               |
| Current:                                      |                  |             |                                      |                      |                        |               |
| General government                            | -                | -           | 118                                  | -                    | 2                      | -             |
| Public protection                             | 2,357            | 541         | -                                    | 1,361                | -                      | -             |
| Health and sanitation                         | 9,347            | -           | -                                    | -                    | -                      | -             |
| Public assistance                             | 283              | -           | -                                    | -                    | -                      | -             |
| Special districts                             | -                | -           | -                                    | -                    | -                      | -             |
| Public ways and facilities                    | -                | -           | -                                    | -                    | -                      | -             |
| Capital outlay                                | 201              | -           | -                                    | -                    | -                      | -             |
| Debt service:                                 |                  |             |                                      |                      |                        |               |
| Principal                                     | -                | -           | -                                    | -                    | -                      | -             |
| Interest and fiscal charges                   | -                | -           | -                                    | -                    | -                      | -             |
| <b>Total expenditures</b>                     | <b>12,188</b>    | <b>541</b>  | <b>118</b>                           | <b>1,361</b>         | <b>2</b>               | <b>-</b>      |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>8,188</b>     | <b>124</b>  | <b>(100)</b>                         | <b>(354)</b>         | <b>(2)</b>             | <b>19</b>     |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                  |             |                                      |                      |                        |               |
| Inception of lease liability                  | -                | -           | -                                    | -                    | -                      | -             |
| Inception of subscription liability           | -                | -           | -                                    | -                    | -                      | -             |
| Transfers in                                  | -                | -           | 125                                  | -                    | -                      | -             |
| Transfers out                                 | (900)            | -           | -                                    | -                    | -                      | -             |
| <b>Total other financing sources (uses)</b>   | <b>(900)</b>     | <b>-</b>    | <b>125</b>                           | <b>-</b>             | <b>-</b>               | <b>-</b>      |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>7,288</b>     | <b>124</b>  | <b>25</b>                            | <b>(354)</b>         | <b>(2)</b>             | <b>19</b>     |
| <b>FUND BALANCES (DEFICIT):</b>               |                  |             |                                      |                      |                        |               |
| Beginning of year                             | 17,896           | (124)       | 124                                  | (1,080)              | 319                    | 240           |
| End of year                                   | <u>\$ 25,184</u> | <u>\$ -</u> | <u>\$ 149</u>                        | <u>\$ (1,434)</u>    | <u>\$ 317</u>          | <u>\$ 259</u> |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue            |                     |                      |                     |                      |  |
|---|----------------------------|---------------------|----------------------|---------------------|----------------------|--|
|   | Recreational<br>Facilities | Other<br>Protection | Public<br>Protection | Other<br>Assistance | Public<br>Assistance | Public<br>Assistance<br>Administration |
| <b>REVENUES:</b>                              |                            |                     |                      |                     |                      |  |
| Taxes   | \$ -                       | \$ -                | \$ -                 | \$ -                | \$ -                 | \$ -                                   |
| Licenses, permits and fees                    | -                          | -                   | -                    | -                   | -                    | -                                      |
| Fines, forfeitures, and penalties             | -                          | 37                  | -                    | -                   | -                    | -                                      |
| Investment income (loss)                      | -                          | (2)                 | (43)                 | (47)                | 121                  | -                                      |
| Intergovernmental                             | -                          | 2,008               | 10,015               | 4,347               | 4,355                | -                                      |
| Charges for current services                  | -                          | 453                 | 3,192                | 55                  | 25                   | -                                      |
| Other revenue                                 | -                          | 347                 | 721                  | -                   | 152                  | -                                      |
| <b>Total revenues</b>                         | <b>-</b>                   | <b>2,843</b>        | <b>13,885</b>        | <b>4,355</b>        | <b>4,653</b>         | <b>-</b>                               |
| <b>EXPENDITURES:</b>                          |                            |                     |                      |                     |                      |  |
| Current:                                      |                            |                     |                      |                     |                      |  |
| General government                            | -                          | -                   | -                    | -                   | -                    | -                                      |
| Public protection                             | -                          | 3,020               | 11,329               | -                   | 154                  | -                                      |
| Health and sanitation                         | -                          | -                   | -                    | -                   | -                    | -                                      |
| Public assistance                             | -                          | -                   | -                    | 565                 | 3,975                | -                                      |
| Special districts                             | -                          | -                   | -                    | -                   | -                    | -                                      |
| Public ways and facilities                    | -                          | -                   | -                    | -                   | -                    | -                                      |
| Capital outlay                                | -                          | 229                 | 175                  | -                   | 81                   | -                                      |
| Debt service:                                 |                            |                     |                      |                     |                      |  |
| Principal                                     | -                          | -                   | -                    | -                   | -                    | -                                      |
| Interest and fiscal charges                   | -                          | -                   | -                    | -                   | -                    | -                                      |
| <b>Total expenditures</b>                     | <b>-</b>                   | <b>3,249</b>        | <b>11,504</b>        | <b>565</b>          | <b>4,210</b>         | <b>-</b>                               |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>-</b>                   | <b>(406)</b>        | <b>2,381</b>         | <b>3,790</b>        | <b>443</b>           | <b>-</b>                               |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                            |                     |                      |                     |                      |  |
| Inception of lease liability                  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Inception of subscription liability           | -                          | -                   | -                    | -                   | -                    | -                                      |
| Transfers in                                  | -                          | -                   | -                    | -                   | -                    | -                                      |
| Transfers out                                 | -                          | -                   | -                    | (58)                | -                    | -                                      |
| <b>Total other financing sources (uses)</b>   | <b>-</b>                   | <b>-</b>            | <b>-</b>             | <b>(58)</b>         | <b>-</b>             | <b>-</b>                               |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>-</b>                   | <b>(406)</b>        | <b>2,381</b>         | <b>3,732</b>        | <b>443</b>           | <b>-</b>                               |
| <b>FUND BALANCES (DEFICIT):</b>               |                            |                     |                      |                     |                      |  |
| Beginning of year                             | (58)                       | (326)               | 1,919                | 964                 | 6,269                | -                                      |
| End of year                                   | <u>\$ (58)</u>             | <u>\$ (732)</u>     | <u>\$ 4,300</u>      | <u>\$ 4,696</u>     | <u>\$ 6,712</u>      | <u>\$ -</u>                            |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue                 |               |                              |                                 |                   |                                   |
|---|---------------------------------|---------------|------------------------------|---------------------------------|-------------------|-----------------------------------|
|   | Public<br>Assistance<br>Advance | Education     | Child<br>Support<br>Services | California<br>Child<br>Services | Animal<br>Control | Special<br>District<br>Operations |
| <b>REVENUES:</b>                              |                                 |               |                              |                                 |                   |                                   |
| Taxes   | \$ -                            | \$ -          | \$ -                         | \$ -                            | \$ -              | \$ 24                             |
| Licenses, permits and fees                    | -                               | -             | -                            | -                               | 5                 | -                                 |
| Fines, forfeitures, and penalties             | -                               | -             | -                            | -                               | -                 | -                                 |
| Investment income (loss)                      | (20)                            | 20            | 9                            | (4)                             | (1)               | 28                                |
| Intergovernmental                             | 20                              | 400           | 5,782                        | 509                             | -                 | -                                 |
| Charges for current services                  | -                               | -             | -                            | 2                               | 12                | 780                               |
| Other revenue                                 | -                               | -             | 2                            | 292                             | -                 | 16                                |
| <b>Total revenues</b>                         | <b>-</b>                        | <b>420</b>    | <b>5,793</b>                 | <b>799</b>                      | <b>16</b>         | <b>848</b>                        |
| <b>EXPENDITURES:</b>                          |                                 |               |                              |                                 |                   |                                   |
| Current:                                      |                                 |               |                              |                                 |                   |                                   |
| General government                            | -                               | -             | -                            | -                               | -                 | -                                 |
| Public protection                             | -                               | -             | 5,746                        | -                               | 15                | -                                 |
| Health and sanitation                         | -                               | -             | -                            | 518                             | -                 | -                                 |
| Public assistance                             | -                               | 168           | -                            | -                               | -                 | -                                 |
| Special districts                             | -                               | -             | -                            | -                               | -                 | 421                               |
| Public ways and facilities                    | -                               | -             | -                            | -                               | -                 | -                                 |
| Capital outlay                                | -                               | -             | -                            | -                               | -                 | -                                 |
| Debt service:                                 |                                 |               |                              |                                 |                   |                                   |
| Principal                                     | -                               | -             | -                            | -                               | -                 | -                                 |
| Interest and fiscal charges                   | -                               | -             | -                            | -                               | -                 | -                                 |
| <b>Total expenditures</b>                     | <b>-</b>                        | <b>168</b>    | <b>5,746</b>                 | <b>518</b>                      | <b>15</b>         | <b>421</b>                        |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>-</b>                        | <b>252</b>    | <b>47</b>                    | <b>281</b>                      | <b>1</b>          | <b>427</b>                        |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                                 |               |                              |                                 |                   |                                   |
| Inception of lease liability                  | -                               | -             | -                            | -                               | -                 | -                                 |
| Inception of subscription liability           | -                               | -             | -                            | -                               | -                 | -                                 |
| Transfers in                                  | -                               | -             | -                            | -                               | -                 | -                                 |
| Transfers out                                 | -                               | -             | -                            | -                               | -                 | -                                 |
| <b>Total other financing sources (uses)</b>   | <b>-</b>                        | <b>-</b>      | <b>-</b>                     | <b>-</b>                        | <b>-</b>          | <b>-</b>                          |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>-</b>                        | <b>252</b>    | <b>47</b>                    | <b>281</b>                      | <b>1</b>          | <b>427</b>                        |
| <b>FUND BALANCES (DEFICIT):</b>               |                                 |               |                              |                                 |                   |                                   |
| Beginning of year                             | -                               | 736           | 104                          | (276)                           | 9                 | 1,227                             |
| End of year                                   | <u>\$ -</u>                     | <u>\$ 988</u> | <u>\$ 151</u>                | <u>\$ 5</u>                     | <u>\$ 10</u>      | <u>\$ 1,654</u>                   |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)**  
**Non-major Special Revenue Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Special Revenue                      |  |                            |                   |  | Total<br>Non-major<br>Special Revenue<br>Funds |
|---|--------------------------------------|--|----------------------------|-------------------|--|--|
|   | Transportation<br>Development<br>Act | Geothermal<br>and Lithium<br>Development | DNA ID<br>Local<br>Portion | Other<br>Programs | Social<br>Services<br>Realignment<br>Funds |  |
| <b>REVENUES:</b>                              |                                      |  |                            |                   |  |  |
| Taxes   | \$ -                                 | \$ -                                     | \$ -                       | \$ -              | \$ -                                       | \$ 457   |
| Licenses, permits and fees                    | -                                    | -  | -                          | -                 | -  | 3,503  |
| Fines, forfeitures, and penalties             | -                                    | -  | -                          | 49                | -  | 725  |
| Investment income (loss)                      | 1                                    | (36)                                     | 13                         | 70                | (23)                                       | 3,766  |
| Intergovernmental                             | -                                    | 5,000                                    | -                          | 1,773             | 23   | 166,665  |
| Charges for current services                  | 46                                   | -  | 19                         | 4,151             | -  | 22,509   |
| Other revenue                                 | -                                    | -  | -                          | 24                | -  | 1,957  |
| <b>Total revenues</b>                         | <b>47</b>                            | <b>4,964</b>                             | <b>32</b>                  | <b>6,067</b>      | <b>-</b>                                   | <b>199,582</b>                                 |
| <b>EXPENDITURES:</b>                          |                                      |  |                            |                   |  |  |
| Current:                                      |                                      |  |                            |                   |  |  |
| General government                            | -                                    | 696                                      | 109                        | 1,166             | -  | 9,425  |
| Public protection                             | -                                    | -  | -                          | 4,400             | -  | 32,737   |
| Health and sanitation                         | -                                    | -  | -                          | -                 | -  | 68,489   |
| Public assistance                             | -                                    | -  | -                          | -                 | -  | 44,533   |
| Special districts                             | -                                    | -  | -                          | -                 | -  | 421  |
| Public ways and facilities                    | -                                    | -  | -                          | -                 | -  | 15,584   |
| Capital outlay                                | -                                    | -  | -                          | 1,206             | -  | 16,257   |
| Debt service:                                 |                                      |  |                            |                   |  |  |
| Principal                                     | -                                    | -  | -                          | 3,942             | -  | 5,147  |
| Interest and fiscal charges                   | -                                    | -  | -                          | 302               | -  | 368  |
| <b>Total expenditures</b>                     | <b>-</b>                             | <b>696</b>                               | <b>109</b>                 | <b>11,016</b>     | <b>-</b>                                   | <b>192,961</b>                                 |
| <b>REVENUES OVER<br/>(UNDER) EXPENDITURES</b> | <b>47</b>                            | <b>4,268</b>                             | <b>(77)</b>                | <b>(4,949)</b>    | <b>-</b>                                   | <b>6,621</b>                                   |
| <b>OTHER FINANCING SOURCES (USES):</b>        |                                      |  |                            |                   |  |  |
| Inception of lease liability                  | -                                    | -  | -                          | 797               | -  | 797  |
| Inception of subscription liability           | -                                    | -  | -                          | 186               | -  | 186  |
| Transfers in                                  | 370                                  | -  | -                          | -                 | -  | 16,108   |
| Transfers out                                 | -                                    | -  | -                          | -                 | -  | (8,188)  |
| <b>Total other financing sources (uses)</b>   | <b>370</b>                           | <b>-</b>                                 | <b>-</b>                   | <b>983</b>        | <b>-</b>                                   | <b>8,903</b>                                   |
| <b>NET CHANGES IN FUND BALANCES</b>           | <b>417</b>                           | <b>4,268</b>                             | <b>(77)</b>                | <b>(3,966)</b>    | <b>-</b>                                   | <b>15,524</b>                                  |
| <b>FUND BALANCES (DEFICIT):</b>               |                                      |  |                            |                   |  |  |
| Beginning of year                             | -                                    | -  | 648                        | 20,771            | -  | 141,701  |
| End of year                                   | \$ 417                               | \$ 4,268                                 | \$ 571                     | \$ 16,805         | \$ -                                       | \$ 157,225                                     |

(Concluded)

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## **Non-major Enterprise Funds**

***Imperial Airport Fund*** - This fund accounts for the operations, which include the airport's physical structure, property and leases and to provide the public with adequate, convenient and safe services associated with aviation. This includes providing for all forms of commercial and private transportation (air and repair, flying instruction, aircraft rental, sales, charter, fuel sales, and aircraft storage). The department also provides safety and emergency services, aviation agri-business, Federal Aviation Administration facilities (Flight Service Station), and public interest conveniences such as restaurants, motel and ground transportation.

***Holtville Airport Fund*** - This fund accounts for the management of Holtville Airport's physical structure, property, and leases.

***County Transit Administrative Program Fund*** - This fund accounts for the State Transit Assistance Program for the Imperial Valley Association of Governments.

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**County of Imperial**  
**Combining Statement of Net Position**  
**Non-major Enterprise Funds**  
**June 30, 2023 (in thousands)**

|  | Imperial<br>Airport | Holtville<br>Airport | County Transit<br>Administrative<br>Program | Total           |
|--|---------------------|----------------------|---|-----------------|
| <b>ASSETS</b>                                    |                     |                      |   |                 |
| Current assets:                                  |                     |                      |   |                 |
| Cash and investments                             | \$ 1,202            | \$ 40                | \$ -  | \$ 1,242        |
| Receivables:                                     |                     |                      |   |                 |
| Interest   | 8                   | -                    | -   | 8               |
| Lease receivable - due within one year           | 52                  | -                    | -   | 52              |
| <b>Total current assets</b>                      | <b>1,263</b>        | <b>40</b>            | <b>-</b>                                    | <b>1,303</b>    |
| Noncurrent assets:                               |                     |                      |   |                 |
| Lease receivable - due in more than one year     | 347                 | -                    | -   | 347             |
| Capital assets:                                  |                     |                      |   |                 |
| Non-depreciable/amortizable                      | 662                 | 23                   | -   | 685             |
| Depreciable/amortizable, net                     | 7,707               | -                    | -   | 7,707           |
| <b>Total capital assets, net</b>                 | <b>8,369</b>        | <b>23</b>            | <b>-</b>                                    | <b>8,392</b>    |
| <b>Total noncurrent assets</b>                   | <b>8,716</b>        | <b>23</b>            | <b>-</b>                                    | <b>8,739</b>    |
| <b>Total assets</b>                              | <b>9,979</b>        | <b>63</b>            | <b>-</b>                                    | <b>10,042</b>   |
| <b>DEFERRED OUTFLOW OF RESOURCES</b>             |                     |                      |   |                 |
| Related to OPEB                                  | 29                  | -                    | -   | 29              |
| Related to pensions                              | 119                 | -                    | -   | 119             |
| <b>Total deferred outflow of resources</b>       | <b>148</b>          | <b>-</b>             | <b>-</b>                                    | <b>148</b>      |
| <b>LIABILITIES</b>                               |                     |                      |   |                 |
| Current liabilities:                             |                     |                      |   |                 |
| Accounts payable                                 | 3                   | -                    | -   | 3               |
| Accrued payroll                                  | 15                  | -                    | -   | 15              |
| Due to other funds                               | -                   | -                    | 2   | 2               |
| <b>Total current liabilities</b>                 | <b>18</b>           | <b>-</b>             | <b>2</b>                                    | <b>20</b>       |
| Noncurrent liabilities:                          |                     |                      |   |                 |
| Compensated absences - due in more than one year | 4                   | -                    | -   | 4               |
| Net OPEB liability                               | 301                 | -                    | -   | 301             |
| Net pension liability                            | 188                 | -                    | -   | 188             |
| <b>Total noncurrent liabilities</b>              | <b>493</b>          | <b>-</b>             | <b>-</b>                                    | <b>493</b>      |
| <b>Total liabilities</b>                         | <b>511</b>          | <b>-</b>             | <b>2</b>                                    | <b>513</b>      |
| <b>DEFERRED INFLOWS OF RESOURCES</b>             |                     |                      |   |                 |
| Related to leases                                | 389                 | -                    | -   | 389             |
| Related to OPEB                                  | 132                 | -                    | -   | 132             |
| Related to pensions                              | 23                  | -                    | -   | 23              |
| <b>Total deferred inflows of resources</b>       | <b>544</b>          | <b>-</b>             | <b>-</b>                                    | <b>544</b>      |
| <b>NET POSITION</b>                              |                     |                      |   |                 |
| Net investment in capital assets                 | 8,369               | 23                   | -   | 8,392           |
| Unrestricted (deficit)                           | 703                 | 40                   | (2)   | 741             |
| <b>Total net position</b>                        | <b>\$ 9,072</b>     | <b>\$ 63</b>         | <b>\$ (2)</b>                               | <b>\$ 9,133</b> |

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**County of Imperial**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Non-major Enterprise Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Imperial<br>Airport | Holtville<br>Airport | County Transit<br>Administrative<br>Program | Total           |
|---|---------------------|----------------------|---|-----------------|
| <b>OPERATING REVENUES:</b>                    |                     |                      |   |                 |
| Sales and charges for services                | \$ 803              | \$ 2                 | \$ -  | \$ 805          |
| <b>Total operating revenues</b>               | <b>803</b>          | <b>2</b>             | <b>-</b>                                    | <b>805</b>      |
| <b>OPERATING EXPENSES:</b>                    |                     |                      |   |                 |
| Salaries and benefits                         | 233                 | -                    | -   | 233             |
| Services and supplies                         | 473                 | 1                    | -   | 474             |
| Depreciation and amortization                 | 623                 | -                    | -   | 623             |
| <b>Total operating expenses</b>               | <b>1,329</b>        | <b>1</b>             | <b>-</b>                                    | <b>1,330</b>    |
| <b>OPERATING INCOME (LOSS)</b>                | <b>(526)</b>        | <b>1</b>             | <b>-</b>                                    | <b>(525)</b>    |
| <b>NONOPERATING REVENUES (EXPENSES):</b>      |                     |                      |   |                 |
| Investment income                             | (9)                 | -                    | -   | (9)             |
| Intergovernmental revenue                     | 210                 | -                    | -   | 210             |
| <b>Total nonoperating revenues (expenses)</b> | <b>201</b>          | <b>-</b>             | <b>-</b>                                    | <b>201</b>      |
| <b>Changes in net position</b>                | <b>(325)</b>        | <b>1</b>             | <b>-</b>                                    | <b>(324)</b>    |
| <b>NET POSITION:</b>                          |                     |                      |   |                 |
| Beginning of year                             | 9,397               | 62                   | (2)   | 9,457           |
| End of year                                   | <u>\$ 9,072</u>     | <u>\$ 63</u>         | <u>\$ (2)</u>                               | <u>\$ 9,133</u> |

**County of Imperial**  
**Combining Statement of Cash Flows**  
**Non-major Enterprise Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Imperial<br>Airport | Holtville<br>Airport | County Transit<br>Administrative<br>Program | Total           |
|---|---------------------|----------------------|---|-----------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                          |                     |                      |   |                 |
| Cash received from customers/other funds                              | \$ 799              | \$ 2                 | \$ -  | \$ 801          |
| Cash payments to suppliers for goods and services/other funds         | (480)               | (1)                  | -   | (481)           |
| Cash payments to employees for services                               | (218)               | -                    | -   | (218)           |
| <b>Net cash provided by (used in) operating activities</b>            | <b>101</b>          | <b>1</b>             | <b>-</b>                                    | <b>102</b>      |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>               |                     |                      |   |                 |
| Operating grants  | 210                 | -                    | -   | 210             |
| <b>Net cash provided by (used in) noncapital financing activities</b> | <b>210</b>          | <b>-</b>             | <b>-</b>                                    | <b>210</b>      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                          |                     |                      |   |                 |
| Interest from investments   | (15)                | -                    | -   | (15)            |
| <b>Net cash provided by (used in) investing activities</b>            | <b>(15)</b>         | <b>-</b>             | <b>-</b>                                    | <b>(15)</b>     |
| <b>Net change in cash and cash equivalents</b>                        | <b>296</b>          | <b>1</b>             | <b>-</b>                                    | <b>297</b>      |
| <b>CASH AND CASH EQUIVALENTS:</b>                                     |                     |                      |   |                 |
| Beginning of year   | 906                 | 39                   | -   | 945             |
| End of year   | <u>\$ 1,202</u>     | <u>\$ 40</u>         | <u>\$ -</u>                                 | <u>\$ 1,242</u> |

(Continued)

**County of Imperial**  
**Combining Statement of Cash Flows (Continued)**  
**Non-major Enterprise Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Imperial<br>Airport | Holtville<br>Airport | County Transit<br>Administrative<br>Program | Total         |
|---|---------------------|----------------------|---|---------------|
| <b>RECONCILIATION OF OPERATING (LOSS) TO</b>  |                     |                      |   |               |
| <b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>                                       |                     |                      |   |               |
| Operating income (loss)   | \$ (526)            | \$ 1                 | \$ -  | \$ (525)      |
| Adjustments to reconcile operating (loss) to net cash provided by (used in) operating activities: |                     |                      |   |               |
| Depreciation  | 623                 | -                    | -   | 623           |
| Changes in operating assets and liabilities, and deferred outflows and inflows of resources:      |                     |                      |   |               |
| Lease receivable  | 104                 | -                    | -   | 104           |
| Deferred outflows - OPEB related  | (1)                 | -                    | -   | (1)           |
| Deferred outflows - pension related   | (34)                | -                    | -   | (34)          |
| Accounts payable  | (7)                 | -                    | -   | (7)           |
| Accrued payroll   | 6                   | -                    | -   | 6             |
| Compensated absences  | (2)                 | -                    | -   | (2)           |
| Net OPEB liability  | (72)                | -                    | -   | (72)          |
| Net pension liability   | 153                 | -                    | -   | 153           |
| Deferred inflows - lease related  | (107)               | -                    | -   | (107)         |
| Deferred inflows - OPEB related   | 74                  | -                    | -   | 74            |
| Deferred inflows - pension related  | (109)               | -                    | -   | (109)         |
| Total adjustments   | 627                 | -                    | -   | 627           |
| <b>Net cash provided by (used in) operating activities</b>  | <b>\$ 101</b>       | <b>\$ 1</b>          | <b>\$ -</b>                                 | <b>\$ 102</b> |

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## Internal Service Funds

**Garage Operating Fund** - The County Garage is under the direction of the Public Works director and is responsible for the administration and management of the County's fleet of light vehicles. The authority of the County Board of Supervisors leases these vehicles to various County departments to meet their transportation needs. The cost to maintain the garage operation is totally offset by a mileage rate charge to these departments. This budget unit is also used to replace Motor Pool vehicles, which are considered obsolete when they reach mileage or age, which would cause them to become inefficient for continued service.

**Central Mail System Fund** - This fund is used to account for costs associated with the County's centralized mail system. This system provides for one mail clerk position, as well as the utilization of a digital postage machine. Costs are recovered from departments resulting in a net cost of zero to the general fund. This budget is under the direction of the Purchasing Agent.

**Flood Control Fund** - This fund is used to account for flood control projects undertaken by the County. The Board of Supervisors approves specific projects.

**Communication Services Fund** - This fund is used to account for the delivery of telecommunications products and services for all County departments, and for ensuring that departments receive the mix of products and services that provides the greatest benefit at the most advantageous cost.

**Liability Insurance Fund** - This fund is used to account for the processing of claims for the County's liability and property losses. The County is a member of the County Supervisors Association of California – Excess Insurance Authority (CSAC-EIA) which provides for coverage of liability claims in excess of the County's \$200,000 self-insured retention (S-I-R).

**Workers' Compensation Benefits Fund** - This fund is used to account for accumulation of reserves to pay for self-funded workers' compensation losses. The level of self-insurance, adopted in 1985-86, is \$300,000 per occurrence. Any losses under this amount are paid from this fund and losses above the amount are covered by excess insurance.

**Unemployment Insurance Fund** - This fund is used to account for required claims as a result of a State mandate effective January 1, 1975, which required all local governments to provide for unemployment compensation. Claims management is provided by Gibbens Company.

**Medical Plan Fund** - This fund is used to account for the Imperial County Health Plan which became operational January 1, 1980. It is a self-funded, self-sustaining program of employee medical benefits, funded by the County and employee contributions, which are determined by negotiations and based on expenditure history. Retirees of Imperial County also qualify for coverage and are provided protection by contract with the Retirement Board.

**Dental/Vision Plan Fund** - This fund is used to account for the accumulation of reserves to pay for self-funded Dental/Vision claims.

**Medical Malpractice Fund** - This fund is used to account for the accumulation of reserves for the County self-insured Medical Malpractice Program. Stop loss insurance provides protection for excessive claims expense.

**Auto Fund** - This fund is used to account for the accumulation of reserves to pay for self-funded auto claims.

**Information Systems Fund** - This fund is used to account for the County's computer hardware and software related expertise including operational planning and support to all County departments. One of the department's objectives is to ensure that state-of-the-art technology will guide the County into the future. The budget unit was established to account for the development of new systems, the maintenance of existing systems and operation of the computer center as an Internal Service Fund. This budget includes a \$50,000 contingency reserve for equipment replacement reserve.

**Case Management Systems Fund** - This fund is used to account for the processing and monitoring of healthcare services given to county employees by a group of healthcare providers.

**Clearing/Revolving Fund** - This fund is used to account for clearing facilities for items such as payroll withholdings and warrant redemption. These funds are used to temporarily accumulate and hold resources for distribution to third parties.

**County of Imperial**  
**Combining Statement of Net Position**  
**All Internal Service Funds**  
**June 30, 2023 (in thousands)**

|  | Garage<br>Operating | Central<br>Mail<br>System | Flood<br>Control | Communication<br>Services | Liability<br>Insurance |
|--|---------------------|---------------------------|------------------|---------------------------|------------------------|
| <b>ASSETS</b>                                    |                     |                           |                  |                           |                        |
| Current assets:                                  |                     |                           |                  |                           |                        |
| Cash and investments                             | \$ 665              | \$ -                      | \$ 27            | \$ 133                    | \$ 3,307               |
| Receivables:                                     |                     |                           |                  |                           |                        |
| Accounts, net                                    | 3                   | -                         | -                | -                         | -                      |
| Interest   | 2                   | -                         | -                | 1                         | 23                     |
| Due from other funds                             | -                   | -                         | -                | -                         | -                      |
| Inventories and prepaid items                    | 28                  | 16                        | -                | -                         | -                      |
| Total current assets                             | <u>698</u>          | <u>16</u>                 | <u>27</u>        | <u>134</u>                | <u>3,330</u>           |
| Noncurrent assets:                               |                     |                           |                  |                           |                        |
| Cash and investments with fiscal agents          | -                   | -                         | -                | -                         | -                      |
| Advances from other funds                        | -                   | -                         | -                | -                         | -                      |
| Capital assets:                                  |                     |                           |                  |                           |                        |
| Non-depreciable/amortizable                      | 23                  | -                         | -                | -                         | -                      |
| Depreciable/amortizable, net                     | 2,264               | 15                        | -                | -                         | -                      |
| Total capital assets, net                        | <u>2,287</u>        | <u>15</u>                 | <u>-</u>         | <u>-</u>                  | <u>-</u>               |
| Total noncurrent assets                          | <u>2,287</u>        | <u>15</u>                 | <u>-</u>         | <u>-</u>                  | <u>-</u>               |
| <b>Total assets</b>                              | <u>2,985</u>        | <u>31</u>                 | <u>27</u>        | <u>134</u>                | <u>3,330</u>           |
| <b>DEFERRED OUTFLOW OF RESOURCES</b>             |                     |                           |                  |                           |                        |
| Related to OPEB                                  | 84                  | -                         | -                | -                         | -                      |
| Related to pensions                              | 339                 | -                         | -                | -                         | -                      |
| <b>Total deferred outflow of resources</b>       | <u>423</u>          | <u>-</u>                  | <u>-</u>         | <u>-</u>                  | <u>-</u>               |
| <b>LIABILITIES</b>                               |                     |                           |                  |                           |                        |
| Current liabilities:                             |                     |                           |                  |                           |                        |
| Accounts payable                                 | 175                 | -                         | -                | -                         | -                      |
| Accrued payroll                                  | 33                  | -                         | -                | -                         | -                      |
| Due to other funds                               | -                   | 22                        | -                | -                         | -                      |
| Interest payable                                 | 25                  | -                         | -                | -                         | -                      |
| Compensated absences - due within one year       | 3                   | -                         | -                | -                         | -                      |
| Long-term debt - due in more than one year       | 486                 | 6                         | -                | -                         | -                      |
| Claims payable - due within one year             | -                   | -                         | -                | -                         | 478                    |
| Total current liabilities                        | <u>722</u>          | <u>28</u>                 | <u>-</u>         | <u>-</u>                  | <u>478</u>             |
| Noncurrent liabilities:                          |                     |                           |                  |                           |                        |
| Compensated absences - due in more than one year | 23                  | -                         | -                | -                         | -                      |
| Long-term debt - due in more than one year       | 1,553               | 12                        | -                | -                         | -                      |
| Claims payable - due in more than one year       | -                   | -                         | -                | -                         | 1,493                  |
| Net OPEB liability                               | 782                 | -                         | -                | -                         | -                      |
| Net pension liability                            | 493                 | -                         | -                | -                         | -                      |
| Total noncurrent liabilities                     | <u>2,851</u>        | <u>12</u>                 | <u>-</u>         | <u>-</u>                  | <u>1,493</u>           |
| <b>Total liabilities</b>                         | <u>3,573</u>        | <u>40</u>                 | <u>-</u>         | <u>-</u>                  | <u>1,971</u>           |
| <b>DEFERRED INFLOWS OF RESOURCES</b>             |                     |                           |                  |                           |                        |
| Related to OPEB                                  | 377                 | -                         | -                | -                         | -                      |
| Related to pensions                              | 65                  | -                         | -                | -                         | -                      |
| <b>Total deferred inflows of resources</b>       | <u>442</u>          | <u>-</u>                  | <u>-</u>         | <u>-</u>                  | <u>-</u>               |
| <b>NET POSITION</b>                              |                     |                           |                  |                           |                        |
| Investment in capital assets                     | 2,287               | 15                        | -                | -                         | -                      |
| Unrestricted (deficit)                           | (2,894)             | (24)                      | 27               | 134                       | 1,359                  |
| <b>Total net position (deficit)</b>              | <u>\$ (607)</u>     | <u>\$ (9)</u>             | <u>\$ 27</u>     | <u>\$ 134</u>             | <u>\$ 1,359</u>        |

(Continued)

**County of Imperial**  
**Combining Statement of Net Position (Continued)**  
**All Internal Service Funds**  
**June 30, 2023 (in thousands)**

|  | Workers'<br>Compensation<br>Benefits | Unemployment<br>Insurance | Medical<br>Plan | Dental/<br>Vision<br>Plan | Medical<br>Malpractice |
|--|--------------------------------------|---------------------------|-----------------|---------------------------|------------------------|
| <b>ASSETS</b>                                    |                                      |                           |                 |                           |                        |
| Current assets:                                  |                                      |                           |                 |                           |                        |
| Cash and investments                             | \$ 35,699                            | \$ 3,340                  | \$ -            | \$ 2,218                  | \$ 943                 |
| Receivables:                                     |                                      |                           |                 |                           |                        |
| Accounts, net                                    | 5                                    | -                         | -               | -                         | -                      |
| Interest   | 358                                  | 26                        | -               | 18                        | 7                      |
| Due from other funds                             | 9,842                                | -                         | -               | -                         | -                      |
| Inventories and prepaid items                    | -                                    | -                         | -               | -                         | -                      |
| <b>Total current assets</b>                      | <b>45,904</b>                        | <b>3,366</b>              | <b>-</b>        | <b>2,236</b>              | <b>950</b>             |
| Noncurrent assets:                               |                                      |                           |                 |                           |                        |
| Cash and investments with fiscal agents          | -                                    | -                         | -               | -                         | -                      |
| Advances from other funds                        | -                                    | -                         | -               | -                         | -                      |
| Capital assets:                                  |                                      |                           |                 |                           |                        |
| Non-depreciable/amortizable                      | -                                    | -                         | -               | -                         | -                      |
| Depreciable/amortizable, net                     | -                                    | -                         | -               | -                         | -                      |
| <b>Total capital assets, net</b>                 | <b>-</b>                             | <b>-</b>                  | <b>-</b>        | <b>-</b>                  | <b>-</b>               |
| <b>Total noncurrent assets</b>                   | <b>-</b>                             | <b>-</b>                  | <b>-</b>        | <b>-</b>                  | <b>-</b>               |
| <b>Total assets</b>                              | <b>45,904</b>                        | <b>3,366</b>              | <b>-</b>        | <b>2,236</b>              | <b>950</b>             |
| <b>DEFERRED OUTFLOW OF RESOURCES</b>             |                                      |                           |                 |                           |                        |
| Related to OPEB                                  | -                                    | -                         | -               | -                         | -                      |
| Related to pensions                              | -                                    | -                         | -               | -                         | -                      |
| <b>Total deferred outflow of resources</b>       | <b>-</b>                             | <b>-</b>                  | <b>-</b>        | <b>-</b>                  | <b>-</b>               |
| <b>LIABILITIES</b>                               |                                      |                           |                 |                           |                        |
| Current liabilities:                             |                                      |                           |                 |                           |                        |
| Accounts payable                                 | -                                    | -                         | -               | -                         | -                      |
| Accrued payroll                                  | -                                    | -                         | -               | -                         | -                      |
| Due to other funds                               | -                                    | -                         | -               | -                         | -                      |
| Interest payable                                 | -                                    | -                         | -               | -                         | -                      |
| Compensated absences - due within one year       | -                                    | -                         | -               | -                         | -                      |
| Long-term debt - due in more than one year       | -                                    | -                         | -               | -                         | -                      |
| Claims payable - due within one year             | 5,882                                | -                         | -               | 93                        | -                      |
| <b>Total current liabilities</b>                 | <b>5,882</b>                         | <b>-</b>                  | <b>-</b>        | <b>93</b>                 | <b>-</b>               |
| Noncurrent liabilities:                          |                                      |                           |                 |                           |                        |
| Compensated absences - due in more than one year | -                                    | -                         | -               | -                         | -                      |
| Long-term debt - due in more than one year       | -                                    | -                         | -               | -                         | -                      |
| Claims payable - due in more than one year       | 30,348                               | -                         | -               | -                         | -                      |
| Net OPEB liability                               | -                                    | -                         | -               | -                         | -                      |
| Net pension liability                            | -                                    | -                         | -               | -                         | -                      |
| <b>Total noncurrent liabilities</b>              | <b>30,348</b>                        | <b>-</b>                  | <b>-</b>        | <b>-</b>                  | <b>-</b>               |
| <b>Total liabilities</b>                         | <b>36,230</b>                        | <b>-</b>                  | <b>-</b>        | <b>93</b>                 | <b>-</b>               |
| <b>DEFERRED INFLOWS OF RESOURCES</b>             |                                      |                           |                 |                           |                        |
| Related to OPEB                                  | -                                    | -                         | -               | -                         | -                      |
| Related to pensions                              | -                                    | -                         | -               | -                         | -                      |
| <b>Total deferred inflows of resources</b>       | <b>-</b>                             | <b>-</b>                  | <b>-</b>        | <b>-</b>                  | <b>-</b>               |
| <b>NET POSITION</b>                              |                                      |                           |                 |                           |                        |
| Investment in capital assets                     | -                                    | -                         | -               | -                         | -                      |
| Unrestricted (deficit)                           | 9,674                                | 3,366                     | -               | 2,143                     | 950                    |
| <b>Total net position (deficit)</b>              | <b>\$ 9,674</b>                      | <b>\$ 3,366</b>           | <b>\$ -</b>     | <b>\$ 2,143</b>           | <b>\$ 950</b>          |

(Continued)

**County of Imperial**  
**Combining Statement of Net Position (Continued)**  
**All Internal Service Funds**  
**June 30, 2023 (in thousands)**

|  | Auto          | Information<br>Systems | Case<br>Management<br>Systems | Clearing/<br>Revolving | Total            |
|--|---------------|------------------------|-------------------------------|------------------------|------------------|
| <b>ASSETS</b>                                    |               |                        |                               |                        |                  |
| Current assets:                                  |               |                        |                               |                        |                  |
| Cash and investments                             | \$ 1,402      | \$ 2,098               | \$ 8,955                      | \$ 10,659              | \$ 69,446        |
| Receivables:                                     |               |                        |                               |                        |                  |
| Accounts, net                                    | -             | -                      | -                             | -                      | 8                |
| Interest   | 11            | 9                      | 79                            | -                      | 534              |
| Due from other funds                             | -             | -                      | -                             | -                      | 9,842            |
| Inventories and prepaid items                    | -             | -                      | -                             | -                      | 44               |
| <b>Total current assets</b>                      | <b>1,413</b>  | <b>2,107</b>           | <b>9,034</b>                  | <b>10,659</b>          | <b>79,874</b>    |
| Noncurrent assets:                               |               |                        |                               |                        |                  |
| Cash and investments with fiscal agents          | -             | -                      | -                             | -                      | -                |
| Advances from other funds                        | -             | -                      | -                             | -                      | -                |
| Capital assets:                                  |               |                        |                               |                        |                  |
| Non-depreciable/amortizable                      | -             | -                      | -                             | -                      | 23               |
| Depreciable/amortizable, net                     | -             | 422                    | -                             | -                      | 2,701            |
| <b>Total capital assets, net</b>                 | <b>-</b>      | <b>422</b>             | <b>-</b>                      | <b>-</b>               | <b>2,724</b>     |
| <b>Total noncurrent assets</b>                   | <b>-</b>      | <b>422</b>             | <b>-</b>                      | <b>-</b>               | <b>2,724</b>     |
| <b>Total assets</b>                              | <b>1,413</b>  | <b>2,529</b>           | <b>9,034</b>                  | <b>10,659</b>          | <b>82,598</b>    |
| <b>DEFERRED OUTFLOW OF RESOURCES</b>             |               |                        |                               |                        |                  |
| Related to OPEB                                  | -             | 280                    | -                             | -                      | 364              |
| Related to pensions                              | -             | 1,134                  | -                             | -                      | 1,473            |
| <b>Total deferred outflow of resources</b>       | <b>-</b>      | <b>1,414</b>           | <b>-</b>                      | <b>-</b>               | <b>1,837</b>     |
| <b>LIABILITIES</b>                               |               |                        |                               |                        |                  |
| Current liabilities:                             |               |                        |                               |                        |                  |
| Accounts payable                                 | -             | 8                      | 17                            | 6,295                  | 6,495            |
| Accrued payroll                                  | -             | 102                    | -                             | 5                      | 140              |
| Due to other funds                               | -             | -                      | -                             | -                      | 22               |
| Interest payable                                 | -             | 1                      | -                             | -                      | 26               |
| Compensated absences - due within one year       | -             | 16                     | -                             | -                      | 19               |
| Long-term debt - due in more than one year       | -             | 115                    | -                             | -                      | 607              |
| Claims payable - due within one year             | 93            | -                      | -                             | -                      | 6,546            |
| <b>Total current liabilities</b>                 | <b>93</b>     | <b>242</b>             | <b>17</b>                     | <b>6,300</b>           | <b>13,855</b>    |
| Noncurrent liabilities:                          |               |                        |                               |                        |                  |
| Compensated absences - due in more than one year | -             | 118                    | -                             | -                      | 141              |
| Long-term debt - due in more than one year       | -             | 118                    | -                             | -                      | 1,683            |
| Claims payable - due in more than one year       | 377           | -                      | -                             | -                      | 32,218           |
| Net OPEB liability                               | -             | 2,782                  | -                             | -                      | 3,564            |
| Net pension liability                            | -             | 1,800                  | -                             | -                      | 2,293            |
| <b>Total noncurrent liabilities</b>              | <b>377</b>    | <b>4,818</b>           | <b>-</b>                      | <b>-</b>               | <b>39,899</b>    |
| <b>Total liabilities</b>                         | <b>470</b>    | <b>5,060</b>           | <b>17</b>                     | <b>6,300</b>           | <b>53,754</b>    |
| <b>DEFERRED INFLOWS OF RESOURCES</b>             |               |                        |                               |                        |                  |
| Related to OPEB                                  | -             | 1,260                  | -                             | -                      | 1,637            |
| Related to pensions                              | -             | 217                    | -                             | -                      | 282              |
| <b>Total deferred inflows of resources</b>       | <b>-</b>      | <b>1,477</b>           | <b>-</b>                      | <b>-</b>               | <b>1,919</b>     |
| <b>NET POSITION</b>                              |               |                        |                               |                        |                  |
| Investment in capital assets                     | -             | 189                    | -                             | -                      | 2,491            |
| Unrestricted (deficit)                           | 943           | (2,783)                | 9,017                         | 4,359                  | 26,271           |
| <b>Total net position (deficit)</b>              | <b>\$ 943</b> | <b>\$ (2,594)</b>      | <b>\$ 9,017</b>               | <b>\$ 4,359</b>        | <b>\$ 28,762</b> |

(Concluded)

**County of Imperial**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Garage<br>Operating | Central<br>Mail<br>System | Flood<br>Control | Communication<br>Services | Liability<br>Insurance |
|---|---------------------|---------------------------|------------------|---------------------------|------------------------|
| <b>OPERATING REVENUES:</b>                    |                     |                           |                  |                           |                        |
| Sales and charges for services                | \$ 3,471            | \$ 354                    | \$ -             | \$ -                      | \$ 16,629              |
| <b>Total operating revenues</b>               | <u>3,471</u>        | <u>354</u>                | <u>-</u>         | <u>-</u>                  | <u>16,629</u>          |
| <b>OPERATING EXPENSES:</b>                    |                     |                           |                  |                           |                        |
| Salaries and benefits                         | 657                 | -                         | -                | -                         | -                      |
| Services and supplies                         | 2,376               | 361                       | -                | -                         | 18,013                 |
| Depreciation and amortization                 | 580                 | 6                         | -                | -                         | -                      |
| <b>Total operating expenses</b>               | <u>3,613</u>        | <u>367</u>                | <u>-</u>         | <u>-</u>                  | <u>18,013</u>          |
| <b>OPERATING INCOME (LOSS)</b>                | <u>(142)</u>        | <u>(13)</u>               | <u>-</u>         | <u>-</u>                  | <u>(1,384)</u>         |
| <b>NONOPERATING REVENUES (EXPENSES):</b>      |                     |                           |                  |                           |                        |
| Investment income (loss)                      | 5                   | -                         | 1                | 4                         | 37                     |
| Interest expense                              | (105)               | (2)                       | -                | -                         | -                      |
| Gain(loss) on disposal of property            | 213                 | -                         | -                | -                         | -                      |
| <b>Total nonoperating revenues (expenses)</b> | <u>113</u>          | <u>(2)</u>                | <u>1</u>         | <u>4</u>                  | <u>37</u>              |
| <b>Changes in net position</b>                | (29)                | (15)                      | 1                | 4                         | (1,347)                |
| <b>NET POSITION (DEFICIT):</b>                |                     |                           |                  |                           |                        |
| Beginning of year                             | (578)               | 6                         | 26               | 130                       | 2,706                  |
| End of year                                   | <u>\$ (607)</u>     | <u>\$ (9)</u>             | <u>\$ 27</u>     | <u>\$ 134</u>             | <u>\$ 1,359</u>        |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Workers'<br>Compensation<br>Benefits | Unemployment<br>Insurance | Medical<br>Plan | Dental/<br>Vision<br>Plan | Medical<br>Malpractice |
|---|--------------------------------------|---------------------------|-----------------|---------------------------|------------------------|
| <b>OPERATING REVENUES:</b>                    |                                      |                           |                 |                           |                        |
| Sales and charges for services                | \$ 9,548                             | \$ 422                    | \$ -            | \$ 1,544                  | \$ 629                 |
| <b>Total operating revenues</b>               | <b>9,548</b>                         | <b>422</b>                | <b>-</b>        | <b>1,544</b>              | <b>629</b>             |
| <b>OPERATING EXPENSES:</b>                    |                                      |                           |                 |                           |                        |
| Salaries and benefits                         | -                                    | -                         | -               | -                         | -                      |
| Services and supplies                         | 7,680                                | 282                       | -               | 1,462                     | 641                    |
| Depreciation and amortization                 | -                                    | -                         | -               | -                         | -                      |
| <b>Total operating expenses</b>               | <b>7,680</b>                         | <b>282</b>                | <b>-</b>        | <b>1,462</b>              | <b>641</b>             |
| <b>OPERATING INCOME (LOSS)</b>                | <b>1,868</b>                         | <b>140</b>                | <b>-</b>        | <b>82</b>                 | <b>(12)</b>            |
| <b>NONOPERATING REVENUES (EXPENSES):</b>      |                                      |                           |                 |                           |                        |
| Investment income (loss)                      | 707                                  | 54                        | -               | 36                        | (14)                   |
| Interest expense                              | -                                    | -                         | -               | -                         | -                      |
| Gain(loss) on disposal of property            | -                                    | -                         | -               | -                         | -                      |
| <b>Total nonoperating revenues (expenses)</b> | <b>707</b>                           | <b>54</b>                 | <b>-</b>        | <b>36</b>                 | <b>(14)</b>            |
| <b>Changes in net position</b>                | <b>2,575</b>                         | <b>194</b>                | <b>-</b>        | <b>118</b>                | <b>(26)</b>            |
| <b>NET POSITION (DEFICIT):</b>                |                                      |                           |                 |                           |                        |
| Beginning of year                             | 7,099                                | 3,172                     | -               | 2,025                     | 976                    |
| End of year                                   | <b>\$ 9,674</b>                      | <b>\$ 3,366</b>           | <b>\$ -</b>     | <b>\$ 2,143</b>           | <b>\$ 950</b>          |

(Continued)

**County of Imperial**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|   | Auto          | Information<br>Systems | Case<br>Management<br>Systems | Clearing/<br>Revolving | Total            |
|---|---------------|------------------------|-------------------------------|------------------------|------------------|
| <b>OPERATING REVENUES:</b>                    |               |                        |                               |                        |                  |
| Sales and charges for services                | \$ 551        | \$ 4,216               | \$ 38,045                     | \$ -                   | \$ 75,409        |
| <b>Total operating revenues</b>               | <b>551</b>    | <b>4,216</b>           | <b>38,045</b>                 | <b>-</b>               | <b>75,409</b>    |
| <b>OPERATING EXPENSES:</b>                    |               |                        |                               |                        |                  |
| Salaries and benefits                         | -             | 2,135                  | -                             | -                      | 2,792            |
| Services and supplies                         | 280           | 625                    | 34,748                        | 183                    | 66,651           |
| Depreciation and amortization                 | -             | 214                    | -                             | -                      | 800              |
| <b>Total operating expenses</b>               | <b>280</b>    | <b>2,974</b>           | <b>34,748</b>                 | <b>183</b>             | <b>70,243</b>    |
| <b>OPERATING INCOME (LOSS)</b>                | <b>271</b>    | <b>1,242</b>           | <b>3,297</b>                  | <b>(183)</b>           | <b>5,166</b>     |
| <b>NONOPERATING REVENUES (EXPENSES):</b>      |               |                        |                               |                        |                  |
| Investment income (loss)                      | 18            | (24)                   | 73                            | -                      | 897              |
| Interest expense                              | -             | (9)                    | -                             | -                      | (116)            |
| Gain(loss) on disposal of property            | -             | -                      | -                             | -                      | 213              |
| <b>Total nonoperating revenues (expenses)</b> | <b>18</b>     | <b>(33)</b>            | <b>73</b>                     | <b>-</b>               | <b>994</b>       |
| <b>Changes in net position</b>                | <b>289</b>    | <b>1,209</b>           | <b>3,370</b>                  | <b>(183)</b>           | <b>6,160</b>     |
| <b>NET POSITION (DEFICIT):</b>                |               |                        |                               |                        |                  |
| Beginning of year                             | 654           | (3,803)                | 5,647                         | 4,542                  | 22,602           |
| End of year                                   | <b>\$ 943</b> | <b>\$ (2,594)</b>      | <b>\$ 9,017</b>               | <b>\$ 4,359</b>        | <b>\$ 28,762</b> |

(Concluded)

**County of Imperial**  
**Combining Statement of Cash Flows**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Garage<br>Operating | Central<br>Mail<br>System | Flood<br>Control | Communication<br>Services | Liability<br>Insurance |
|--|---------------------|---------------------------|------------------|---------------------------|------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                       |                     |                           |                  |                           |                        |
| Cash received from customers/other funds                           | \$ 3,468            | \$ 354                    | \$ -             | \$ -                      | \$ 16,629              |
| Cash payments to suppliers for goods and services/other funds      | (2,540)             | (368)                     | -                | -                         | (17,859)               |
| Cash payments to employees for services                            | (673)               | -                         | -                | -                         | -                      |
| Receipts from other operating activities                           | -                   | -                         | -                | -                         | -                      |
| <b>Net cash provided by (used in) operating activities</b>         | <b>255</b>          | <b>(14)</b>               | <b>-</b>         | <b>-</b>                  | <b>(1,230)</b>         |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>            |                     |                           |                  |                           |                        |
| Borrowing from other funds   | -                   | -                         | -                | -                         | -                      |
| Repayment to other funds   | -                   | 22                        | -                | -                         | -                      |
| <b>Net cash provided by noncapital financing activities</b>        | <b>-</b>            | <b>22</b>                 | <b>-</b>         | <b>-</b>                  | <b>-</b>               |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>   |                     |                           |                  |                           |                        |
| Acquisition of capital assets                                      | (31)                | -                         | -                | -                         | -                      |
| Proceeds from the sale of assets                                   | 213                 | -                         | -                | -                         | -                      |
| Principal payment of long-term debt                                | (260)               | (6)                       | -                | -                         | -                      |
| Interest paid on debt  | (80)                | (2)                       | -                | -                         | -                      |
| <b>Net cash (used in) capital and related financing activities</b> | <b>(158)</b>        | <b>(8)</b>                | <b>-</b>         | <b>-</b>                  | <b>-</b>               |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                       |                     |                           |                  |                           |                        |
| Interest from investments  | 3                   | -                         | 1                | 3                         | 25                     |
| <b>Net cash provided by (used in) investing activities</b>         | <b>3</b>            | <b>-</b>                  | <b>1</b>         | <b>3</b>                  | <b>25</b>              |
| <b>Net change in cash and cash equivalents</b>                     | <b>100</b>          | <b>-</b>                  | <b>1</b>         | <b>3</b>                  | <b>(1,205)</b>         |
| <b>CASH AND CASH EQUIVALENTS:</b>                                  |                     |                           |                  |                           |                        |
| Beginning of year  | 565                 | -                         | 26               | 130                       | 4,512                  |
| End of year  | <u>\$ 665</u>       | <u>\$ -</u>               | <u>\$ 27</u>     | <u>\$ 133</u>             | <u>\$ 3,307</u>        |

(Continued)



**County of Imperial**  
**Combining Statement of Cash Flows (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Garage<br>Operating | Central<br>Mail<br>System | Flood<br>Control | Communication<br>Services | Liability<br>Insurance |
|--|---------------------|---------------------------|------------------|---------------------------|------------------------|
| <b>RECONCILIATION OF OPERATING INCOME (LOSS)</b>   |                     |                           |                  |                           |                        |
| <b>TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>   |                     |                           |                  |                           |                        |
| Operating income (loss)  | \$ (142)            | \$ (13)                   | \$ -             | \$ -                      | \$ (1,384)             |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: |                     |                           |                  |                           |                        |
| Depreciation   | 580                 | 6                         | -                | -                         | -                      |
| Changes in operating assets and liabilities, and deferred outflows and inflows of resources:             |                     |                           |                  |                           |                        |
| Accounts receivable, net   | (3)                 | -                         | -                | -                         | -                      |
| Inventories and prepaid items  | (7)                 | (7)                       | -                | -                         | -                      |
| Deferred outflows - OPEB related   | 11                  | -                         | -                | -                         | -                      |
| Deferred outflows - pension related  | (47)                | -                         | -                | -                         | -                      |
| Accounts payable   | (157)               | -                         | -                | -                         | -                      |
| Accrued payroll  | 3                   | -                         | -                | -                         | -                      |
| Compensated absences   | (5)                 | -                         | -                | -                         | -                      |
| Claims payable   | -                   | -                         | -                | -                         | 154                    |
| Net OPEB liability   | (206)               | -                         | -                | -                         | -                      |
| Net pension liability  | 437                 | -                         | -                | -                         | -                      |
| Deferred inflows - OPEB related  | 179                 | -                         | -                | -                         | -                      |
| Deferred inflows - pension related   | (388)               | -                         | -                | -                         | -                      |
| Total adjustments  | 397                 | (1)                       | -                | -                         | 154                    |
| <b>Net cash provided by (used in) operating activities</b>   | <b>\$ 255</b>       | <b>\$ (14)</b>            | <b>\$ -</b>      | <b>\$ -</b>               | <b>\$ (1,230)</b>      |
| <b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>   |                     |                           |                  |                           |                        |
| Inception of lease agreement   | \$ 2,091            | \$ -                      | \$ -             | \$ -                      | \$ -                   |
| <b>Total noncash capital and related financing activities</b>  | <b>\$ 2,091</b>     | <b>\$ -</b>               | <b>\$ -</b>      | <b>\$ -</b>               | <b>\$ -</b>            |

(Continued)

**County of Imperial**  
**Combining Statement of Cash Flows (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Workers'<br>Compensation<br>Benefits | Unemployment<br>Insurance | Medical<br>Plan | Dental/<br>Vision<br>Plan | Medical<br>Malpractice |
|--|--------------------------------------|---------------------------|-----------------|---------------------------|------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                       |                                      |                           |                 |                           |                        |
| Cash received from customers/other funds                           | \$ 9,543                             | \$ 422                    | \$ -            | \$ 1,544                  | \$ 629                 |
| Cash payments to suppliers for goods and services/other funds      | (8,639)                              | (427)                     | -               | (1,465)                   | (641)                  |
| Cash payments to employees for services                            | -                                    | -                         | -               | -                         | -                      |
| Receipts from other operating activities                           | -                                    | -                         | -               | -                         | -                      |
| <b>Net cash provided by (used in) operating activities</b>         | <b>904</b>                           | <b>(5)</b>                | <b>-</b>        | <b>79</b>                 | <b>(12)</b>            |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>            |                                      |                           |                 |                           |                        |
| Borrowing from other funds   | 18,197                               | -                         | -               | -                         | -                      |
| Repayment to other funds   | -                                    | -                         | -               | -                         | -                      |
| <b>Net cash provided by noncapital financing activities</b>        | <b>18,197</b>                        | <b>-</b>                  | <b>-</b>        | <b>-</b>                  | <b>-</b>               |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>   |                                      |                           |                 |                           |                        |
| Acquisition of capital assets                                      | -                                    | -                         | -               | -                         | -                      |
| Proceeds from the sale of assets                                   | -                                    | -                         | -               | -                         | -                      |
| Principal payment of long-term debt                                | -                                    | -                         | -               | -                         | -                      |
| Interest paid on debt  | -                                    | -                         | -               | -                         | -                      |
| <b>Net cash (used in) capital and related financing activities</b> | <b>-</b>                             | <b>-</b>                  | <b>-</b>        | <b>-</b>                  | <b>-</b>               |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                       |                                      |                           |                 |                           |                        |
| Interest from investments  | 450                                  | 35                        | -               | 23                        | (19)                   |
| <b>Net cash provided by (used in) investing activities</b>         | <b>450</b>                           | <b>35</b>                 | <b>-</b>        | <b>23</b>                 | <b>(19)</b>            |
| <b>Net change in cash and cash equivalents</b>                     | <b>19,551</b>                        | <b>30</b>                 | <b>-</b>        | <b>102</b>                | <b>(31)</b>            |
| <b>CASH AND CASH EQUIVALENTS:</b>                                  |                                      |                           |                 |                           |                        |
| Beginning of year  | 16,148                               | 3,310                     | -               | 2,116                     | 974                    |
| End of year  | <u>\$ 35,699</u>                     | <u>\$ 3,340</u>           | <u>\$ -</u>     | <u>\$ 2,218</u>           | <u>\$ 943</u>          |

(Continued)

**County of Imperial**  
**Combining Statement of Cash Flows (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Workers'<br>Compensation<br>Benefits | Unemployment<br>Insurance | Medical<br>Plan | Dental/<br>Vision<br>Plan | Medical<br>Malpractice |
|--|--------------------------------------|---------------------------|-----------------|---------------------------|------------------------|
| <b>RECONCILIATION OF OPERATING INCOME (LOSS)</b>   |                                      |                           |                 |                           |                        |
| <b>TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>   |                                      |                           |                 |                           |                        |
| Operating income (loss)  | \$ 1,868                             | \$ 140                    | \$ -            | \$ 82                     | \$ (12)                |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: |                                      |                           |                 |                           |                        |
| Depreciation   | -                                    | -                         | -               | -                         | -                      |
| Changes in operating assets and liabilities, and deferred outflows and inflows of resources:             |                                      |                           |                 |                           |                        |
| Accounts receivable, net   | (5)                                  | -                         | -               | -                         | -                      |
| Inventories and prepaid items  | -                                    | -                         | -               | -                         | -                      |
| Deferred outflows - OPEB related   | -                                    | -                         | -               | -                         | -                      |
| Deferred outflows - pension related  | -                                    | -                         | -               | -                         | -                      |
| Accounts payable   | (3)                                  | (145)                     | -               | (9)                       | -                      |
| Accrued payroll  | -                                    | -                         | -               | -                         | -                      |
| Compensated absences   | -                                    | -                         | -               | -                         | -                      |
| Claims payable   | (956)                                | -                         | -               | 6                         | -                      |
| Net OPEB liability   | -                                    | -                         | -               | -                         | -                      |
| Net pension liability  | -                                    | -                         | -               | -                         | -                      |
| Deferred inflows - OPEB related  | -                                    | -                         | -               | -                         | -                      |
| Deferred inflows - pension related   | -                                    | -                         | -               | -                         | -                      |
| Total adjustments  | (964)                                | (145)                     | -               | (3)                       | -                      |
| <b>Net cash provided by (used in) operating activities</b>   | <b>\$ 904</b>                        | <b>\$ (5)</b>             | <b>\$ -</b>     | <b>\$ 79</b>              | <b>\$ (12)</b>         |
| <b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>   |                                      |                           |                 |                           |                        |
| Inception of lease agreement   | \$ -                                 | \$ -                      | \$ -            | \$ -                      | \$ -                   |
| <b>Total noncash capital and related financing activities</b>  | <b>\$ -</b>                          | <b>\$ -</b>               | <b>\$ -</b>     | <b>\$ -</b>               | <b>\$ -</b>            |

(Continued)

**County of Imperial**  
**Combining Statement of Cash Flows (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Auto            | Information<br>Systems | Case<br>Management<br>Systems | Clearing/<br>Revolving | Total            |
|--|-----------------|------------------------|-------------------------------|------------------------|------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                           |                 |                        |                               |                        |                  |
| Cash received from customers/other funds                               | \$ 551          | \$ 4,216               | \$ 38,045                     | \$ -                   | \$ 75,401        |
| Cash payments to suppliers for goods and services/other funds          | (376)           | (925)                  | (34,732)                      | 1,229                  | (66,743)         |
| Cash payments to employees for services                                | -               | (2,143)                | -                             | 5                      | (2,811)          |
| Receipts from other operating activities                               | -               | -                      | -                             | -                      | -                |
| <b>Net cash provided by (used in) operating activities</b>             | <b>175</b>      | <b>1,148</b>           | <b>3,313</b>                  | <b>1,234</b>           | <b>5,847</b>     |
| <b>CASH FLOWS FROM NONCAPITAL<br/>FINANCING ACTIVITIES:</b>            |                 |                        |                               |                        |                  |
| Borrowing from other funds   | -               | -                      | -                             | -                      | 18,197           |
| Repayment to other funds   | -               | -                      | -                             | -                      | 22               |
| <b>Net cash provided by noncapital financing activities</b>            | <b>-</b>        | <b>-</b>               | <b>-</b>                      | <b>-</b>               | <b>18,219</b>    |
| <b>CASH FLOWS FROM CAPITAL AND<br/>RELATED FINANCING ACTIVITIES:</b>   |                 |                        |                               |                        |                  |
| Acquisition of capital assets  | -               | (327)                  | -                             | -                      | (358)            |
| Proceeds from the sale of assets                                       | -               | -                      | -                             | -                      | 213              |
| Principal payment of long-term debt                                    | -               | 233                    | -                             | -                      | (33)             |
| Interest paid on debt  | -               | (10)                   | -                             | -                      | (92)             |
| <b>Net cash (used in) capital and<br/>related financing activities</b> | <b>-</b>        | <b>(104)</b>           | <b>-</b>                      | <b>-</b>               | <b>(270)</b>     |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                           |                 |                        |                               |                        |                  |
| Interest from investments  | 10              | (33)                   | 9                             | -                      | 507              |
| <b>Net cash provided by (used in) investing activities</b>             | <b>10</b>       | <b>(33)</b>            | <b>9</b>                      | <b>-</b>               | <b>507</b>       |
| <b>Net change in cash and cash equivalents</b>                         | <b>185</b>      | <b>1,011</b>           | <b>3,322</b>                  | <b>1,234</b>           | <b>24,303</b>    |
| <b>CASH AND CASH EQUIVALENTS:</b>                                      |                 |                        |                               |                        |                  |
| Beginning of year  | 1,217           | 1,087                  | 5,633                         | 9,425                  | 45,143           |
| End of year  | <u>\$ 1,402</u> | <u>\$ 2,098</u>        | <u>\$ 8,955</u>               | <u>\$ 10,659</u>       | <u>\$ 69,446</u> |

(Continued)

**County of Imperial**  
**Combining Statement of Cash Flows (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|  | Auto          | Information<br>Systems | Case<br>Management<br>Systems | Clearing/<br>Revolving | Total           |
|--|---------------|------------------------|-------------------------------|------------------------|-----------------|
| <b>RECONCILIATION OF OPERATING INCOME (LOSS)</b>   |               |                        |                               |                        |                 |
| <b>TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>   |               |                        |                               |                        |                 |
| Operating income (loss)  | \$ 271        | \$ 1,242               | \$ 3,297                      | \$ (183)               | \$ 5,166        |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: |               |                        |                               |                        |                 |
| Depreciation   | -             | 214                    | -                             | -                      | 800             |
| Changes in operating assets and liabilities, and deferred outflows and inflows of resources:             |               |                        |                               |                        |                 |
| Accounts receivable, net   | -             | -                      | -                             | -                      | (8)             |
| Inventories and prepaid items  | -             | -                      | -                             | -                      | (14)            |
| Deferred outflows - OPEB related   | -             | 28                     | -                             | -                      | 39              |
| Deferred outflows - pension related  | -             | (184)                  | -                             | -                      | (231)           |
| Accounts payable   | -             | (300)                  | 16                            | 1,412                  | 814             |
| Accrued payroll  | -             | 7                      | -                             | 5                      | 15              |
| Compensated absences   | -             | 3                      | -                             | -                      | (2)             |
| Claims payable   | (96)          | -                      | -                             | -                      | (892)           |
| Net OPEB liability   | -             | (687)                  | -                             | -                      | (893)           |
| Net pension liability  | -             | 1,462                  | -                             | -                      | 1,899           |
| Deferred inflows - OPEB related  | -             | 618                    | -                             | -                      | 797             |
| Deferred inflows - pension related   | -             | (1,255)                | -                             | -                      | (1,643)         |
| Total adjustments  | (96)          | (94)                   | 16                            | 1,417                  | 681             |
| <b>Net cash provided by (used in) operating activities</b>   | <b>\$ 175</b> | <b>\$ 1,148</b>        | <b>\$ 3,313</b>               | <b>\$ 1,234</b>        | <b>\$ 5,847</b> |
| <b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:</b>   |               |                        |                               |                        |                 |
| Inception of lease agreement   | \$ -          | \$ -                   | \$ -                          | \$ -                   | \$ 2,091        |
| <b>Total noncash capital and related financing activities</b>  | <b>\$ -</b>   | <b>\$ -</b>            | <b>\$ -</b>                   | <b>\$ -</b>            | <b>\$ 2,091</b> |

(Concluded)

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## **Fiduciary Funds - Custodial Funds**

***Transportation Fund*** - This fund is used account for the assets held on behalf of the 89-1 Community Facilities District property owners until they are remitted to the bond trustee.

***Tax Collection Fund*** - This fund is used account for the assets held on behalf of the 94-1 Community Facilities District property owners until they are remitted to the bond trustee.

***State and City Revenues Fund*** - This fund is used account for the assets held on behalf of the 93-1 Community Facilities District property owners until they are remitted to the bond trustee.

***Other Custodial Fund*** - This fund is used account for the assets held on behalf of various entities until they are remitted to the bond trustee.

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**County of Imperial**  
**Combining Statement of Fiduciary Net Position**  
**Fiduciary Funds - Custodial Funds**  
**June 30, 2023 (in thousands)**

|   | Transportation   | Tax<br>Collection | State and City<br>Revenues | Other           | Total<br>Custodial<br>Funds |
|---|------------------|-------------------|----------------------------|-----------------|-----------------------------|
| <b>ASSETS</b>                                     |                  |                   |                            |                 |                             |
| Cash and investments                              | \$ 57,964        | \$ 13,846         | \$ 1,856                   | \$ 6,543        | \$ 80,209                   |
| Accounts receivable                               | 1                | 718               | 43                         | 108             | 870                         |
| Interest receivable                               | 435              | 265               | 9                          | 45              | 754                         |
| <b>Total assets</b>                               | <b>58,400</b>    | <b>14,829</b>     | <b>1,908</b>               | <b>6,696</b>    | <b>81,833</b>               |
| <b>LIABILITIES</b>                                |                  |                   |                            |                 |                             |
| Accounts payable                                  | 532              | 598               | 174                        | 49              | 1,353                       |
| <b>Total liabilities</b>                          | <b>532</b>       | <b>598</b>        | <b>174</b>                 | <b>49</b>       | <b>1,353</b>                |
| <b>NET POSITION</b>                               |                  |                   |                            |                 |                             |
| Held for:   |                  |                   |                            |                 |                             |
| Individuals, organizations, and other governments | 57,868           | 14,231            | 1,734                      | 6,647           | 80,480                      |
| <b>Total net position</b>                         | <b>\$ 57,868</b> | <b>\$ 14,231</b>  | <b>\$ 1,734</b>            | <b>\$ 6,647</b> | <b>\$ 80,480</b>            |

**County of Imperial**  
**Combining Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds - Custodial Funds**  
**For the Year Ended June 30, 2023 (in thousands)**

|                                | Transportation   | Tax<br>Collection | State and City<br>Revenues | Other           | Total<br>Custodial<br>Funds |
|--------------------------------|------------------|-------------------|----------------------------|-----------------|-----------------------------|
| <b>ADDITIONS:</b>              |                  |                   |                            |                 |                             |
| Investment income (loss)       | \$ 521           | \$ 381            | \$ 47                      | \$ 39           | \$ 988                      |
| Other additions                | 56,675           | 114,888           | 2,080                      | 7,799           | 181,442                     |
| <b>Total additions</b>         | <b>57,196</b>    | <b>115,269</b>    | <b>2,127</b>               | <b>7,838</b>    | <b>182,430</b>              |
| <b>DEDUCTIONS:</b>             |                  |                   |                            |                 |                             |
| Administrative expenses        | -                | 8,810             | 1,359                      | 7,433           | 17,602                      |
| Payments to other governments  | 46,639           | 103,719           | 480                        | 846             | 151,684                     |
| <b>Total deductions</b>        | <b>46,639</b>    | <b>112,529</b>    | <b>1,839</b>               | <b>8,279</b>    | <b>169,286</b>              |
| <b>Changes in net position</b> | <b>10,557</b>    | <b>2,740</b>      | <b>288</b>                 | <b>(441)</b>    | <b>13,144</b>               |
| <b>NET POSITION:</b>           |                  |                   |                            |                 |                             |
| Beginning of year              | 47,311           | 11,491            | 1,446                      | 7,088           | 67,336                      |
| End of year                    | <u>\$ 57,868</u> | <u>\$ 14,231</u>  | <u>\$ 1,734</u>            | <u>\$ 6,647</u> | <u>\$ 80,480</u>            |

## **STATISTICAL SECTION**

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# County of Imperial

## Statistical Section

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**County of Imperial**  
**Net Position By Component (Unaudited)**  
**Last Ten Fiscal Years (In Thousands)**  
**(Accrual Basis of Accounting)**

|   | 2013-14           | 2014-15           | 2015-16           | 2016-17           | 2017-18             |
|---|-------------------|-------------------|-------------------|-------------------|---------------------|
| <b>Governmental activities</b>              |                   |                   |                   |                   |                     |
| Net investment in capital assets            | \$ 102,522        | \$ 108,279        | \$ 101,517        | \$ 115,742        | \$ 123,765          |
| Restricted                                  | 90,134            | 53,096            | 62,326            | (13,988)          | 125,959             |
| Unrestricted (deficit)                      | 19,757            | (39,317)          | (46,205)          | 26,949            | (378,258)           |
| Total governmental activities net position  | <u>212,413</u>    | <u>122,058</u>    | <u>118,638</u>    | <u>128,703</u>    | <u>(128,534)</u>    |
| <b>Business-type activities</b>             |                   |                   |                   |                   |                     |
| Net investment in capital assets            | 10,094            | 9,176             | 10,473            | 9,789             | 9,131               |
| Restricted                                  | 12                | (2)               | (1)               | 1                 | 3                   |
| Unrestricted (deficit)                      | (13,029)          | (9,088)           | (8,682)           | (8,783)           | (7,785)             |
| Total business type activities net position | <u>(2,923)</u>    | <u>86</u>         | <u>1,790</u>      | <u>1,007</u>      | <u>1,349</u>        |
| <b>Primary government</b>                   |                   |                   |                   |                   |                     |
| Net investment in capital assets            | 112,616           | 117,455           | 112,990           | 125,531           | 132,896             |
| Restricted                                  | 90,146            | 53,094            | 62,325            | (13,987)          | 125,962             |
| Unrestricted (deficit)                      | 6,728             | (48,405)          | (54,887)          | 18,166            | (386,043)           |
| Total primary government net position       | <u>\$ 209,490</u> | <u>\$ 122,144</u> | <u>\$ 120,428</u> | <u>\$ 129,710</u> | <u>\$ (127,185)</u> |

**Notes:**

- (1) Accounting standards require that net position be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net position is considered restricted when 1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Net Position By Component (Unaudited) (Continued)**  
**Last Ten Fiscal Years (In Thousands)**  
**(Accrual Basis of Accounting)**

|   | 2018-19             | 2019-20             | 2020-21             | 2021-22             | 2022-23             |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| <b>Governmental activities</b>              |                     |                     |                     |                     |                     |
| Net investment in capital assets            | \$ 126,520          | \$ 130,573          | \$ 125,860          | \$ 125,730          | \$ 131,054          |
| Restricted                                  | 37,721              | 134,837             | 182,557             | 174,670             | 178,494             |
| Unrestricted (deficit)                      | <u>(328,529)</u>    | <u>(411,646)</u>    | <u>(415,592)</u>    | <u>(392,423)</u>    | <u>(385,425)</u>    |
| Total governmental activities net position  | <u>(164,288)</u>    | <u>(146,236)</u>    | <u>(107,175)</u>    | <u>(92,023)</u>     | <u>(75,877)</u>     |
| <b>Business-type activities</b>             |                     |                     |                     |                     |                     |
| Net investment in capital assets            | 8,400               | 8,392               | 7,519               | 9,149               | 8,449               |
| Restricted                                  | 1                   | -                   | -                   | 11,398              | 12,420              |
| Unrestricted (deficit)                      | <u>(16,608)</u>     | <u>(53,215)</u>     | <u>(70,824)</u>     | <u>(60,174)</u>     | <u>(68,479)</u>     |
| Total business type activities net position | <u>(8,207)</u>      | <u>(44,823)</u>     | <u>(63,305)</u>     | <u>(39,627)</u>     | <u>(47,610)</u>     |
| <b>Primary government</b>                   |                     |                     |                     |                     |                     |
| Net investment in capital assets            | 134,920             | 138,676             | 133,379             | 134,879             | 139,503             |
| Restricted                                  | 37,722              | 134,837             | 182,557             | 186,068             | 190,914             |
| Unrestricted (deficit)                      | <u>(345,137)</u>    | <u>(464,861)</u>    | <u>(486,416)</u>    | <u>(452,597)</u>    | <u>(453,904)</u>    |
| Total primary government net position       | <u>\$ (172,495)</u> | <u>\$ (191,348)</u> | <u>\$ (170,480)</u> | <u>\$ (131,650)</u> | <u>\$ (123,487)</u> |

**Notes:**

- (1) Accounting standards require that net position be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net position is considered restricted when 1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Changes in Net Position (Unaudited)**  
**Last Ten Fiscal Years (In thousands)**  
**(Accrual Basis of Accounting)**

|  | 2013-14            | 2014-15             | 2015-16             | 2016-17             | 2017-18            |
|--|--------------------|---------------------|---------------------|---------------------|--------------------|
| <b>Program Revenues</b>                                |                    |                     |                     |                     |                    |
| Governmental activities:                               |                    |                     |                     |                     |                    |
| Charges for services                                   |                    |                     |                     |                     |                    |
| General government                                     | \$ 42,224          | \$ 44,536           | \$ 49,934           | \$ 58,526           | \$ 54,830          |
| Public protection                                      | 11,582             | 11,447              | 12,162              | 11,389              | 12,373             |
| Health and sanitation                                  | 12,517             | 14,457              | 15,392              | 17,308              | 18,958             |
| Public assistance                                      | 1,093              | 983                 | 1,066               | 1,058               | 1,242              |
| Special districts                                      |                    |                     |                     |                     |                    |
| Public ways and facilities                             | 1,222              | 1,176               | 1,122               | 1,334               | 1,203              |
| Total charges for services                             | 68,638             | 72,598              | 79,676              | 89,615              | 88,606             |
| Operating grants and contributions                     | 211,437            | 207,137             | 204,452             | 254,378             | 293,976            |
| Capital grants and contributions                       | -                  | -                   | -                   | -                   | -                  |
| <b>Total governmental activities program revenues</b>  | <b>280,075</b>     | <b>279,735</b>      | <b>284,128</b>      | <b>343,993</b>      | <b>382,582</b>     |
| Business-type activities:                              |                    |                     |                     |                     |                    |
| Charges for services                                   |                    |                     |                     |                     |                    |
| Sanitation   | -                  | 1,106               | -                   | -                   | 1,300              |
| Airport  | 485                | 569                 | 1,321               | 654                 | 761                |
| County Services Areas, other                           | 9                  | 13                  | 13                  | 12                  | 13                 |
| Total charges for services                             | 494                | 1,687               | 1,334               | 666                 | 2,074              |
| Operating grants and contributions                     | 68                 | -                   | -                   | 1                   | -                  |
| Capital grants and contributions                       | -                  | -                   | -                   | -                   | -                  |
| <b>Total business-type activities program revenues</b> | <b>562</b>         | <b>1,687</b>        | <b>1,334</b>        | <b>667</b>          | <b>2,074</b>       |
| <b>Total primary government program revenues</b>       | <b>\$ 280,637</b>  | <b>\$ 281,422</b>   | <b>\$ 285,462</b>   | <b>\$ 344,660</b>   | <b>\$ 384,656</b>  |
| Net (expense) revenue                                  |                    |                     |                     |                     |                    |
| Governmental activities                                | (72,261)           | (119,301)           | (125,006)           | (103,363)           | (75,330)           |
| Business-type activities                               | (1,059)            | 3,074               | (1,150)             | (833)               | 618                |
| <b>Total primary government net expenses</b>           | <b>\$ (73,320)</b> | <b>\$ (116,227)</b> | <b>\$ (126,157)</b> | <b>\$ (104,196)</b> | <b>\$ (74,712)</b> |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.



**County of Imperial**  
**Changes in Net Position (Unaudited) (Continued)**  
**Last Ten Fiscal Years (In thousands)**  
**(Accrual Basis of Accounting)**

|  | 2018-19             | 2019-20             | 2020-21            | 2021-22            | 2022-23            |
|--|---------------------|---------------------|--------------------|--------------------|--------------------|
| <b>Program Revenues</b>                                |                     |                     |                    |                    |                    |
| Governmental activities:                               |                     |                     |                    |                    |                    |
| Charges for services                                   |                     |                     |                    |                    |                    |
| General government                                     | \$ 37,465           | \$ 31,970           | \$ 31,086          | \$ 34,006          | \$ 26,997          |
| Public protection                                      | 10,490              | 8,708               | 8,415              | 7,162              | 13,557             |
| Health and sanitation                                  | 8,563               | 7,278               | 5,471              | 12,305             | 18,382             |
| Public assistance                                      | 2,728               | 1,927               | 4,584              | 10,932             | 9,631              |
| Special districts                                      |                     |                     | 583                | 991                | 780                |
| Public ways and facilities                             | 1,727               | 9,882               | 17,991             | 1,817              | 2,838              |
| Total charges for services                             | 60,973              | 59,765              | 68,130             | 67,213             | 72,185             |
| Operating grants and contributions                     | 268,579             | 267,829             | 304,588            | 301,479            | 335,228            |
| Capital grants and contributions                       | -                   | -                   | -                  | 18,776             | 19,024             |
| <b>Total governmental activities program revenues</b>  | <b>329,552</b>      | <b>327,594</b>      | <b>372,718</b>     | <b>387,468</b>     | <b>426,437</b>     |
| Business-type activities:                              |                     |                     |                    |                    |                    |
| Charges for services                                   |                     |                     |                    |                    |                    |
| Sanitation   | 46                  | 4,796               | 2,012              | 3,846              | 4,131              |
| Airport  | 904                 | 772                 | 707                | 1,690              | 805                |
| County Services Areas, other                           | 12                  | 8                   | 10                 | -                  | -                  |
| Total charges for services                             | 962                 | 5,576               | 2,729              | 5,536              | 4,936              |
| Operating grants and contributions                     | -                   | -                   | -                  | 23                 | 210                |
| Capital grants and contributions                       | -                   | -                   | -                  | -                  | -                  |
| <b>Total business-type activities program revenues</b> | <b>962</b>          | <b>5,576</b>        | <b>2,729</b>       | <b>5,559</b>       | <b>5,146</b>       |
| <b>Total primary government program revenues</b>       | <b>330,514</b>      | <b>333,170</b>      | <b>375,447</b>     | <b>393,027</b>     | <b>431,583</b>     |
| Net (expense) revenue                                  |                     |                     |                    |                    |                    |
| Governmental activities                                | (138,158)           | (93,931)            | (62,474)           | (25,857)           | (63,970)           |
| Business-type activities                               | (992)               | (10,623)            | (21,578)           | 2,284              | (7,402)            |
| <b>Total primary government net expenses</b>           | <b>\$ (139,150)</b> | <b>\$ (104,554)</b> | <b>\$ (84,052)</b> | <b>\$ (23,573)</b> | <b>\$ (71,372)</b> |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Fund Balances of Governmental Funds (Unaudited)**  
**Last Ten Fiscal Years (In thousands)**  
**(Modified Accrual Basis of Accounting)**

|   | 2013-14           | 2014-15           | 2015-16        | 2016-17           | 2017-18           |
|---|-------------------|-------------------|----------------|-------------------|-------------------|
| <b>General Fund:</b>                    |                   |                   |                |                   |                   |
| Nonspendable                            | \$ 443            | \$ 465            | \$ 502         | \$ 371            | \$ 334            |
| Restricted                              | 6,962             | 3,589             | 1,464          | 1,469             | 32,045            |
| Committed                               | 20,411            | 22,287            | 27,473         | 27,793            | 4,448             |
| Assigned                                | 16,852            | 27,311            | 26,920         | 19,156            | 15,983            |
| Unassigned (deficit)                    | 24,393            | 13,479            | 10,106         | 11,247            | 10,980            |
| <b>Total general fund</b>               | <b>69,061</b>     | <b>67,131</b>     | <b>66,465</b>  | <b>60,036</b>     | <b>63,790</b>     |
| <b>All Other Governmental Funds:</b>    |                   |                   |                |                   |                   |
| Nonspendable                            | 329               | 211               | 287            | 173               | 285               |
| Restricted                              | 28,330            | 29,391            | 44,541         | 63,191            | 93,914            |
| Committed                               | 25,530            | 22,976            | 7,806          | 26,435            | 16,961            |
| Assigned                                | 54,097            | 15,880            | 20,060         | 20,260            | 2,998             |
| Unassigned (deficit)                    | (53,202)          | (23,520)          | (25,923)       | (60,610)          | (50,409)          |
| <b>Total other governmental funds</b>   | <b>55,084</b>     | <b>44,938</b>     | <b>46,771</b>  | <b>49,449</b>     | <b>63,749</b>     |
| <b>Total governmental fund balances</b> | <b>\$ 124,145</b> | <b>\$ 112,069</b> | <b>113,236</b> | <b>\$ 109,485</b> | <b>\$ 127,539</b> |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Fund Balances of Governmental Funds (Unaudited) (Continued)**  
**Last Ten Fiscal Years (In thousands)**  
**(Modified Accrual Basis of Accounting)**

|   | 2018-19           | 2019-20           | 2020-21           | 2021-22           | 2022-23           |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>General Fund:</b>                    |                   |                   |                   |                   |                   |
| Nonspendable                            | \$ 306            | \$ 221            | \$ 14,445         | \$ 24,712         | \$ 28,140         |
| Restricted                              | 3,375             | 1,516             | 1,383             | 1,371             | -                 |
| Committed                               | 8,851             | 5,969             | 6,273             | 4,448             | -                 |
| Assigned                                | 11,531            | 12,913            | 10,868            | 4,306             | -                 |
| Unassigned (deficit)                    | 28,938            | 21,062            | 5,809             | -                 | (3,841)           |
| <b>Total general fund</b>               | <b>53,001</b>     | <b>41,681</b>     | <b>38,778</b>     | <b>34,837</b>     | <b>24,299</b>     |
| <b>All Other Governmental Funds:</b>    |                   |                   |                   |                   |                   |
| Nonspendable                            | 129               | 254               | 98                | 2,764             | 996               |
| Restricted                              | 110,851           | 133,321           | 181,174           | 164,239           | 166,892           |
| Committed                               | 9,567             | -                 | -                 | -                 | -                 |
| Assigned                                | 27                | -                 | -                 | -                 | 696               |
| Unassigned (deficit)                    | (50,005)          | (17,508)          | (18,719)          | (20,758)          | (10,772)          |
| <b>Total other governmental funds</b>   | <b>70,569</b>     | <b>116,067</b>    | <b>162,553</b>    | <b>146,245</b>    | <b>157,812</b>    |
| <b>Total governmental fund balances</b> | <b>\$ 123,570</b> | <b>\$ 157,748</b> | <b>\$ 201,331</b> | <b>\$ 181,082</b> | <b>\$ 182,111</b> |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Changes in Fund Balances of Governmental Funds (Unaudited)**  
**Last Ten Fiscal Years (In thousands)**  
**(Modified Accrual Basis of Accounting)**

|  | 2013-14           | 2014-15               | 2015-16               | 2016-17           | 2017-18           |
|--|-------------------|-----------------------|-----------------------|-------------------|-------------------|
| <b>Revenues (by source):</b>                                 |                   |                       |                       |                   |                   |
| Taxes  | \$ 45,005         | \$ 45,963,647         | \$ 43,411,764         | \$ 41,399         | \$ 41,270         |
| Licenses and permits   | 4,939             | 5,070                 | 4,988                 | 4,745             | 4,741             |
| Fines, forfeitures, and penalties                            | 6,770             | 6,821                 | 7,172                 | 5,879             | 5,154             |
| Investment income (loss)                                     | 2,477             | 5,829                 | 4,601                 | 3,144             | 3,395             |
| Intergovernmental  | 224,563           | 223,919               | 231,011               | 255,772           | 287,515           |
| Charges for current services                                 | 45,412            | 43,890                | 58,260                | 53,393            | 48,701            |
| Other  | 11,593            | 11,269                | 9,234                 | 15,545            | 14,254            |
| Total revenues   | <u>340,759</u>    | <u>342,762</u>        | <u>358,677</u>        | <u>379,877</u>    | <u>405,030</u>    |
| <b>Expenditures (by function):</b>                           |                   |                       |                       |                   |                   |
| Current:   |                   |                       |                       |                   |                   |
| General government   | 35,606            | 44,668                | 41,802                | 54,117            | 23,903            |
| Public protection  | 88,999            | 96,538                | 98,626                | 103,278           | 102,403           |
| Health & sanitation  | 49,550            | 51,672                | 57,289                | 79,588            | 66,159            |
| Public assistance  | 120,521           | 138,643               | 142,135               | 132,132           | 158,229           |
| Special districts  |                   |                       |                       |                   |                   |
| Public ways & facilities                                     | 17,227            | 17,560                | 15,998                | 16,012            | 14,046            |
| Debt service   |                   |                       |                       |                   | 5,975             |
| Capital outlay   |                   |                       |                       |                   | 16,261            |
| Total expenditures   | <u>311,903</u>    | <u>349,081</u>        | <u>355,850</u>        | <u>385,127</u>    | <u>386,976</u>    |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>28,856</u>     | <u>(6,319)</u>        | <u>2,827</u>          | <u>(5,250)</u>    | <u>18,054</u>     |
| <b>Other financing sources (uses):</b>                       |                   |                       |                       |                   |                   |
| Changes in reserves  | 900               | (1,603)               | 384                   | 66                | -                 |
| Inception of lease liability                                 | -                 | -                     | -                     | -                 | -                 |
| Inception of subscription liability                          | -                 | -                     | -                     | -                 | -                 |
| Transfers  | 70                | 10                    | 80                    | 262               | -                 |
| Proceeds of endowment funds                                  | 53                | (4,164)               | (2,126)               | 1,173             | -                 |
| Total other financing sources and uses                       | <u>1,023</u>      | <u>(5,756)</u>        | <u>(1,662)</u>        | <u>1,501</u>      | <u>-</u>          |
| <b>Net Change in Fund Balances</b>                           | <b>29,879</b>     | <b>(12,075)</b>       | <b>1,165</b>          | <b>(3,749)</b>    | <b>18,054</b>     |
| Fund Balances - beginning                                    | 94,266            | 124,146               | 112,069               | 113,234           | 109,485           |
| Prior period adjustment                                      | -                 | -                     | -                     | -                 | -                 |
| Fund Balances - beginning restated                           | <u>94,266</u>     | <u>124,146</u>        | <u>112,069</u>        | <u>113,234</u>    | <u>109,485</u>    |
| <b>Fund Balances - ending</b>                                | <b>\$ 124,145</b> | <b>\$ 112,070,332</b> | <b>\$ 113,234,068</b> | <b>\$ 109,485</b> | <b>\$ 127,539</b> |

**Notes:**

(1) By State Controller function.

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Changes in Fund Balances of Governmental Funds (Unaudited) (Continued)**  
**Last Ten Fiscal Years (In thousands)**  
**(Modified Accrual Basis of Accounting)**

|  | 2018-19           | 2019-20           | 2020-21           | 2021-22           | 2022-23           |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>Revenues (by source):</b>                                 |                   |                   |                   |                   |                   |
| Taxes  | \$ 44,569         | \$ 42,135         | \$ 44,837         | \$ 34,278         | \$ 34,982         |
| Licenses and permits   | 4,112             | 4,418             | 4,337             | 4,644             | 5,204             |
| Fines, forfeitures, and penalties                            | 5,601             | 6,081             | 4,850             | 5,752             | 5,936             |
| Investment income (loss)                                     | 4,036             | 6,067             | 2,381             | (2,683)           | 6,493             |
| Intergovernmental  | 255,445           | 291,642           | 340,790           | 341,920           | 380,386           |
| Charges for current services                                 | 45,482            | 41,274            | 41,280            | 57,020            | 60,116            |
| Other  | 17,895            | 13,189            | 12,484            | 4,266             | 5,492             |
| Total revenues   | <u>377,140</u>    | <u>404,806</u>    | <u>450,959</u>    | <u>445,197</u>    | <u>498,609</u>    |
| <b>Expenditures (by function):</b>                           |                   |                   |                   |                   |                   |
| Current:   |                   |                   |                   |                   |                   |
| General government   | 24,364            | 28,713            | 47,211            | 35,275            | 40,563            |
| Public protection  | 99,649            | 109,256           | 108,640           | 110,637           | 120,731           |
| Health & sanitation  | 52,809            | 49,746            | 49,175            | 95,834            | 115,459           |
| Public assistance  | 181,710           | 184,509           | 196,391           | 155,884           | 171,885           |
| Special districts  |                   |                   | 583               | 438               | 421               |
| Public ways & facilities                                     | 20,172            | 15,245            | 17,801            | 17,303            | 15,557            |
| Debt service   | 5,978             | 5,976             | 5,960             | 12,311            | 14,281            |
| Capital outlay   | 1,463             | 2,418             | 946               | 9,032             | 20,381            |
| Total expenditures   | <u>386,145</u>    | <u>395,863</u>    | <u>426,707</u>    | <u>436,714</u>    | <u>499,278</u>    |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>(9,005)</u>    | <u>8,943</u>      | <u>24,252</u>     | <u>8,483</u>      | <u>(669)</u>      |
| <b>Other financing sources (uses):</b>                       |                   |                   |                   |                   |                   |
| Changes in reserves  | -                 | -                 | -                 | -                 | -                 |
| Inception of lease liability                                 | -                 | -                 | -                 | 1,775             | 797               |
| Inception of subscription liability                          | -                 | -                 | -                 | -                 | 186               |
| Transfers  | -                 | -                 | (3,000)           | (1,038)           | 27,743            |
| Proceeds of endowment funds                                  | -                 | -                 | -                 | -                 | (27,028)          |
| Total other financing sources and uses                       | <u>-</u>          | <u>-</u>          | <u>(3,000)</u>    | <u>737</u>        | <u>1,698</u>      |
| <b>Net Change in Fund Balances</b>                           | <b>(9,005)</b>    | <b>8,943</b>      | <b>21,252</b>     | <b>9,220</b>      | <b>1,029</b>      |
| Fund Balances - beginning                                    | 127,461           | 148,805           | 180,080           | 180,080           | 181,082           |
| Prior period adjustment                                      | 5,114             | -                 | -                 | (8,218)           | -                 |
| Fund Balances - beginning restated                           | <u>132,575</u>    | <u>148,805</u>    | <u>180,080</u>    | <u>171,862</u>    | <u>181,082</u>    |
| <b>Fund Balances - ending</b>                                | <b>\$ 123,570</b> | <b>\$ 157,748</b> | <b>\$ 201,332</b> | <b>\$ 181,082</b> | <b>\$ 182,111</b> |

**Notes:**

(1) By State Controller function.

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Expenses by Function (Unaudited)**  
**Last Ten Fiscal Years (In thousands)**  
**(Accrual Basis of Accounting)**

| <b>Expenses</b>                                | 2013-14           | 2014-15           | 2015-16           | 2016-17           | 2017-18           |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>Governmental Activities</b>                 |                   |                   |                   |                   |                   |
| General government                             | \$ 72,633         | \$ 94,036         | \$ 90,154         | \$ 102,646        | \$ 93,316         |
| Public protection                              | 88,998            | 95,155            | 99,049            | 107,246           | 102,758           |
| Health & sanitation                            | 49,550            | 50,974            | 57,534            | 81,860            | 66,361            |
| Public assistance                              | 120,522           | 137,838           | 142,358           | 134,216           | 158,413           |
| Special districts                              |                   |                   |                   |                   |                   |
| Public ways & facilities                       | 17,227            | 17,425            | 16,036            | 16,381            | 14,081            |
| Interest on long-term liabilities              | 3,406             | 3,610             | 4,003             | 5,007             | 22,983            |
| <b>Total governmental activities expenses</b>  | <b>352,336</b>    | <b>399,036</b>    | <b>409,134</b>    | <b>447,356</b>    | <b>457,912</b>    |
| <b>Business Activities</b>                     |                   |                   |                   |                   |                   |
| Airport  | 1,458             | 1,390             | 2,197             | 1,196             | 1,297             |
| Landfill                                       | 84                | (2,818)           | 285               | 296               | 152               |
| Sanitation                                     | -                 | -                 | -                 | -                 | -                 |
| County Services Areas, other                   | 79                | 40                | 2                 | 8                 | 7                 |
| <b>Total business-type activities expenses</b> | <b>1,621</b>      | <b>(1,387)</b>    | <b>2,484</b>      | <b>1,500</b>      | <b>1,456</b>      |
| <b>Total primary government</b>                | <b>\$ 353,957</b> | <b>\$ 397,649</b> | <b>\$ 411,618</b> | <b>\$ 448,856</b> | <b>\$ 459,368</b> |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Expenses by Function (Unaudited) (Continued)**  
**Last Ten Fiscal Years (In thousands)**  
**(Accrual Basis of Accounting)**

| <b>Expenses</b>                                | 2018-19           | 2019-20           | 2020-21           | 2021-22           | 2022-23           |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>Governmental Activities</b>                 |                   |                   |                   |                   |                   |
| General government                             | \$ 89,002         | \$ 53,838         | \$ 56,872         | \$ 45,552         | \$ 62,320         |
| Public protection                              | 107,187           | 111,786           | 109,301           | 105,236           | 122,134           |
| Health & sanitation                            | 57,123            | 52,761            | 49,367            | 90,542            | 115,461           |
| Public assistance                              | 185,666           | 185,289           | 196,620           | 151,884           | 171,560           |
| Special districts                              |                   |                   | 583               | 294               | 380               |
| Public ways & facilities                       | 20,871            | 16,205            | 17,991            | 17,495            | 16,202            |
| Interest on long-term liabilities              | 7,861             | 1,646             | 1,350             | 2,322             | 2,350             |
| <b>Total governmental activities expenses</b>  | <b>467,710</b>    | <b>421,525</b>    | <b>432,084</b>    | <b>413,325</b>    | <b>490,407</b>    |
| <b>Business Activities</b>                     |                   |                   |                   |                   |                   |
| Airport  | 1,293             | 1,186             | 1,079             | 1,491             | 1,330             |
| Landfill                                       | 653               | 9,547             | -                 | -                 | -                 |
| Sanitation                                     | -                 | 5,466             | 23,213            | 1,784             | 11,218            |
| County Services Areas, other                   | 8                 | -                 | 15                | -                 | -                 |
| <b>Total business-type activities expenses</b> | <b>1,954</b>      | <b>16,199</b>     | <b>24,307</b>     | <b>3,275</b>      | <b>12,548</b>     |
| <b>Total primary government</b>                | <b>\$ 469,664</b> | <b>\$ 437,724</b> | <b>\$ 456,391</b> | <b>\$ 416,600</b> | <b>\$ 502,955</b> |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Net Expense By Function (Unaudited)**  
**Last Ten Fiscal Years (In thousands)**  
**(Accrual Basis of Accounting)**

|  | 2013-14            | 2014-15             | 2015-16             | 2016-17             | 2016-17             |
|--|--------------------|---------------------|---------------------|---------------------|---------------------|
| Net (Expense) Revenue  |                    |                     |                     |                     |                     |
| Governmental activities  | \$ (72,261)        | \$ (119,301)        | \$ (125,006)        | \$ (103,363)        | \$ (103,363)        |
| Business-type activities   | (1,059)            | 3,074               | (1,150)             | (1,833)             | (1,833)             |
| Total primary government net expenses                                      | <u>\$ (73,320)</u> | <u>\$ (116,227)</u> | <u>\$ (126,156)</u> | <u>\$ (105,196)</u> | <u>\$ (105,196)</u> |
| General Revenues and Other Changes in Net Assets:                          |                    |                     |                     |                     |                     |
| <b>Governmental activities:</b>  |                    |                     |                     |                     |                     |
| Taxes  |                    |                     |                     |                     |                     |
| Property   | \$ 21,098          | \$ 21,306           | \$ 23,083           | \$ 22,728           | \$ 22,728           |
| Property tax in-lieu   | 229                | 313                 | 270                 | 336                 | 336                 |
| Sales tax  | 22,199             | 19,818              | 20,927              | 21,341              | 21,341              |
| Franchises tax   | 23,374             | 23,477              | 19,765              | 18,246              | 18,246              |
| Federal in-lieu  | 326                | 3,403               | 3,322               | 3,371               | 3,371               |
| Grants and other governmental revenues not restricted to specific programs | 40,682             | 35,672              | 50,394              | 43,593              | 43,593              |
| Investment income (loss)   | 1,348              | 4,353               | 3,770               | 1,454               | 1,454               |
| Gain/(Loss) on sale of capital assets                                      | 26                 | 23                  | 55                  | 416                 | 416                 |
| Other  | -                  | -                   | -                   | -                   | -                   |
| Transfers  | -                  | -                   | -                   | -                   | -                   |
| Total governmental activities  | <u>\$ 109,282</u>  | <u>\$ 108,365</u>   | <u>\$ 121,586</u>   | <u>\$ 111,485</u>   | <u>\$ 111,485</u>   |
| <b>Business-type activities:</b>   |                    |                     |                     |                     |                     |
| Investment income (loss)   | 24                 | 31                  | 46                  | 50                  | 50                  |
| Other  | -                  | -                   | -                   | -                   | -                   |
| Transfers  | -                  | -                   | 2,808               | -                   | -                   |
| Total business-type activities   | <u>24</u>          | <u>31</u>           | <u>2,854</u>        | <u>50</u>           | <u>50</u>           |
| Total primary government   | <u>\$ 109,306</u>  | <u>\$ 108,396</u>   | <u>\$ 124,440</u>   | <u>\$ 111,535</u>   | <u>\$ 111,535</u>   |
| <b>Changes in Net Assets:</b>  |                    |                     |                     |                     |                     |
| Governmental activities  | 37,021             | (10,936)            | (3,420)             | 8,122               | 8,122               |
| Business-type activities   | (1,035)            | 3,105               | 1,704               | (1,783)             | (1,783)             |
| Total primary government   | <u>\$ 35,986</u>   | <u>\$ (7,830)</u>   | <u>\$ (1,716)</u>   | <u>\$ 6,339</u>     | <u>\$ 6,339</u>     |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.



**County of Imperial**  
**Net Expense By Function (Unaudited) (Continued)**  
**Last Ten Fiscal Years (In thousands)**  
**(Accrual Basis of Accounting)**

|  | 2018-19             | 2019-20             | 2020-21            | 2021-22            | 2022-23            |
|--|---------------------|---------------------|--------------------|--------------------|--------------------|
| Net (Expense) Revenue  |                     |                     |                    |                    |                    |
| Governmental activities  | \$ (138,158)        | \$ (93,931)         | \$ (62,474)        | \$ (25,857)        | \$ (63,970)        |
| Business-type activities   | (992)               | (10,623)            | (21,578)           | 2,284              | (7,402)            |
| Total primary government net expenses                                      | <u>\$ (139,150)</u> | <u>\$ (104,554)</u> | <u>\$ (84,052)</u> | <u>\$ (23,573)</u> | <u>\$ (71,372)</u> |
| General Revenues and Other Changes in Net Assets:                          |                     |                     |                    |                    |                    |
| <b>Governmental activities:</b>  |                     |                     |                    |                    |                    |
| Taxes  |                     |                     |                    |                    |                    |
| Property   | \$ 23,730           | \$ 24,934           | \$ 26,359          | \$ 27,610          | \$ 28,420          |
| Property tax in-lieu   | 22,151              | 22,631              | 23,338             | 23,937             | 24,802             |
| Sales tax  | 19,297              | 16,863              | 18,227             | 6,669              | 6,563              |
| Franchises tax   | 262                 | 264                 | 258                | 318                | 460                |
| Federal in-lieu  | 3,077               | 3,166               | 3,215              | 3,355              | 6,922              |
| Grants and other governmental revenues not restricted to specific programs | 39,214              | 11,673              | 6,597              | -                  | -                  |
| Investment income (loss)   | 3,358               | 6,075               | 1,815              | (5,455)            | 4,830              |
| Gain/(loss) on sale of capital assets                                      | 18                  | 17                  | 574                | (1,045)            | -                  |
| Other  | -                   | -                   | -                  | 4,639              | 5,981              |
| Transfers  | -                   | -                   | (3,000)            | (818)              | 715                |
| Total governmental activities  | <u>\$ 111,107</u>   | <u>\$ 85,623</u>    | <u>\$ 77,383</u>   | <u>\$ 59,210</u>   | <u>\$ 78,693</u>   |
| <b>Business-type activities:</b>   |                     |                     |                    |                    |                    |
| Investment income (loss)   | 125                 | 302                 | 319                | -                  | 134                |
| Other  | -                   | 64                  | 85                 | 642                | -                  |
| Transfers  | -                   | -                   | 3,000              | 818                | (715)              |
| Total business-type activities   | <u>125</u>          | <u>366</u>          | <u>3,404</u>       | <u>1,460</u>       | <u>(581)</u>       |
| Total primary government   | <u>\$ 111,232</u>   | <u>\$ 85,989</u>    | <u>\$ 80,787</u>   | <u>\$ 60,670</u>   | <u>\$ 78,112</u>   |
| <b>Changes in Net Assets:</b>  |                     |                     |                    |                    |                    |
| Governmental activities  | (27,051)            | (8,308)             | 14,909             | 33,353             | 14,723             |
| Business-type activities   | (867)               | (13,681)            | (18,174)           | 3,744              | (7,983)            |
| Total primary government   | <u>\$ (27,918)</u>  | <u>\$ (21,989)</u>  | <u>\$ (3,265)</u>  | <u>\$ 37,097</u>   | <u>\$ 6,740</u>    |

**Source:**

Imperial County Auditor-Controller's Annual Comprehensive Financial Reports for the relevant year.

**County of Imperial**  
**Assessed Value of Taxable Property (Unaudited)**  
**Last Ten Fiscal Years (Dollars amounts in thousands)**

| Fiscal Year | (1) Secured       | (2) Unsecured    | (3) Exempt       | Total Taxable<br>Assessed Value | Total Direct<br>Tax Rate |
|-------------|-------------------|------------------|------------------|---------------------------------|--------------------------|
| 2013-14     | \$ 10,190,447,988 | \$ 1,289,213,609 | \$ (413,840,163) | \$ 11,065,821,434               | 1.00%                    |
| 2014-15     | 10,946,559,575    | 1,277,585,294    | (419,664,282)    | 11,804,480,587                  | 1.00%                    |
| 2015-16     | 11,257,809,345    | 1,282,424,481    | (442,810,899)    | 12,097,422,927                  | 1.00%                    |
| 2016-17     | 11,537,060,844    | 1,351,234,719    | (512,114,118)    | 12,376,181,445                  | 1.00%                    |
| 2017-18     | 12,173,498,293    | 1,236,019,921    | (525,590,722)    | 12,883,927,492                  | 1.00%                    |
| 2018-19     | 12,616,527,074    | 1,392,999,199    | (549,212,299)    | 13,460,313,974                  | 1.00%                    |
| 2019-20     | 13,076,160,766    | 1,371,754,672    | (572,673,176)    | 13,875,242,262                  | 1.00%                    |
| 2020-21     | 13,460,652,435    | 1,355,017,345    | (589,850,597)    | 14,225,819,183                  | 1.00%                    |
| 2021-22     | 14,209,340,132    | 1,431,309,601    | (623,664,637)    | 15,016,985,096                  | 1.00%                    |
| 2022-23     | 15,042,588,605    | 1,614,160,449    | (681,390,986)    | 15,975,358,068                  | 1.00%                    |

**Notes:**

- (1) Secured property is generally real property, defined as land, mines, minerals, timber, and improvements such as buildings, structures, crops, trees, and vines.
- (2) Unsecured property is generally personal property including machinery, equipment, office tools, and supplies.
- (3) Exempt properties include numerous full and partial exclusions/exemptions provided by the State Constitution and the legislature that relieve certain taxpayers from the burden of paying property taxes.
- (4) Article XIII A, added to the California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value which appeared on the Assessor's 1975/76 assessment roll. Thereafter, full cash value can be increased to reflect:
  - a) annual inflation up to 2%; or
  - b) market value at the time of ownership change; or
  - c) market value for new construction

Estimated actual value of taxable property cannot easily be determined as the property in the County is not reassessed annually. Reassessment normally occurs when ownership changes.

**Source:**

Imperial County Auditor-Controller Office - Megabyte System Report "Assessor to Auditor Certified values by TRA"

**County of Imperial**  
**Property Tax Rates - Direct and Overlapping Governments (Unaudited)**  
**Last Ten Fiscal Years**

| Fiscal Year | County Direct Rates     | Overlapping Rates |             | Total     |
|-------------|-------------------------|-------------------|-------------|-----------|
|             | Imperial County General | Cities            | Schools (1) |           |
| 2014-15     | 1.000000%               | 0.061190%         | 0.031979%   | 1.093169% |
| 2015-16     | 1.000000%               | 0.059712%         | 0.032158%   | 1.091870% |
| 2016-17     | 1.000000%               | 0.089098%         | 0.026324%   | 1.115421% |
| 2017-18     | 1.000000%               | 0.081455%         | 0.043465%   | 1.124920% |
| 2018-19     | 1.000000%               | 0.080998%         | 0.026814%   | 1.107811% |
| 2019-20     | 1.000000%               | 0.079005%         | 0.029067%   | 1.108072% |
| 2020-21     | 1.000000%               | 0.078500%         | 0.025690%   | 1.104190% |
| 2021-22     | 1.000000%               | 0.078500%         | 0.025690%   | 1.104190% |
| 2022-23     | 1.000000%               | 0.092623%         | 0.025926%   | 1.118550% |

**Notes:**

(1) Rates shown represent a weighted average of the various school district tax rate areas within the County of Imperial.

**Source:**

Imperial County Auditor-Controller Office - Megabyte System Report "Ad Valorem Tax Code Rate"

**County of Imperial**  
**Principal Revenue Taxpayers (Unaudited)**  
**June 30, 2023 and June 30, 2014**

| Taxpayer                         | Fiscal year Ended June 30, 2023 |      |                                  | Fiscal year Ended June 30, 2014 |      |                                  |
|----------------------------------|---------------------------------|------|----------------------------------|---------------------------------|------|----------------------------------|
|                                  | Net Assessed Value              | Rank | Percentage of Net Assessed Value | Net Assessed Value              | Rank | Percentage of Net Assessed Value |
| San Diego Gas & Electric Company | \$ 445,785,225                  | 1    | 2.79%                            |                                 |      |                                  |
| Southern California Gas Co.      | 152,682,404                     | 2    | 0.96%                            |                                 |      |                                  |
| Hudson Ranch Power I LLC         | 188,276,000                     | 3    | 1.18%                            |                                 |      |                                  |
| Alphabet Farms LLC               | 144,805,574                     | 4    | 0.91%                            |                                 |      |                                  |
| United States Gypsum Co.         | 116,773,588                     | 5    | 0.73%                            |                                 |      |                                  |
| RJFP LLC                         | 62,807,333                      | 6    | 0.39%                            |                                 |      |                                  |
| Gran Plaza LP                    | 30,145,287                      | 7    | 0.19%                            |                                 |      |                                  |
| Spreckels Sugar Company Inc      | 60,151,333                      | 8    | 0.38%                            |                                 |      |                                  |
| Wal-Mart Inc                     | 57,735,126                      | 9    | 0.36%                            |                                 |      |                                  |
| Magma Power Company              | 53,047,868                      | 10   | 0.33%                            |                                 |      |                                  |
| San Diego Gas & Electric Company |                                 |      |                                  | \$ 466,926,924                  | 1    | 4.22%                            |
| Magma Power Company              |                                 |      |                                  | 308,053,141                     | 2    | 2.78%                            |
| Hudson Ranch Power I LLC         |                                 |      |                                  | 237,496,000                     | 3    | 2.15%                            |
| National Beef California LP      |                                 |      |                                  | 118,386,288                     | 4    | 1.07%                            |
| United States Gypsum Co.         |                                 |      |                                  | 86,659,619                      | 5    | 0.78%                            |
| ORCal Geothermal Inc             |                                 |      |                                  | 71,106,620                      | 6    | 0.64%                            |
| Western Mesquite Mine Inc        |                                 |      |                                  | 61,748,468                      | 7    | 0.56%                            |
| North Baja Pipeline, LLC         |                                 |      |                                  | 40,877,939                      | 8    | 0.37%                            |
| Southern California Gas Co.      |                                 |      |                                  | 39,743,453                      | 9    | 0.36%                            |
| RJFP LLC                         |                                 |      |                                  | 50,234,270                      | 10   | 0.45%                            |
| Ten Largest Taxpayers            | <u>\$ 1,312,209,738</u>         |      | <u>8.21%</u>                     | <u>\$ 1,481,232,722</u>         |      | <u>13.39%</u>                    |

**Source:**

Imperial County Auditor-Controller Office - Megabyte System Report "Top Tax Payers list"

**County of Imperial**  
**Property Tax Levies and Collections (Unaudited)**  
**Last Ten Fiscal Years**

| Fiscal Year | Total Secured<br>Levy | Collections within the<br>fiscal year of the Levy |           | Delinquent<br>Tax<br>Collections* | Amount         | % of Levy |
|-------------|-----------------------|---|-----------|-----------------------------------|----------------|-----------|
|             |                       | Amount  | % of Levy |                                   |                |           |
| 2013-14     | \$ 129,640,049        | \$ 120,630,164                                    | 93.05%    | \$ 7,224,924                      | \$ 127,855,088 | 98.62%    |
| 2014-15     | 129,111,365           | 124,139,440                                       | 96.15%    | 4,235,421                         | 128,374,861    | 99.43%    |
| 2015-16     | 140,013,734           | 135,153,886                                       | 96.53%    | 4,631,467                         | 139,785,353    | 99.84%    |
| 2016-17     | 144,312,538           | 139,069,022                                       | 96.37%    | 3,411,430                         | 142,480,453    | 98.73%    |
| 2017-18     | 149,494,731           | 144,740,575                                       | 96.82%    | 2,909,326                         | 147,649,902    | 98.77%    |
| 2018-19     | 160,271,263           | 154,498,938                                       | 96.40%    | 2,837,140                         | 157,336,078    | 98.17%    |
| 2019-20     | 165,447,027           | 159,724,955                                       | 96.54%    | 4,220,788                         | 163,945,743    | 99.09%    |
| 2020-21     | 171,713,553           | 166,042,334                                       | 96.70%    | 3,244,059                         | 169,286,393    | 98.59%    |
| 2021-22     | 175,920,765           | 170,753,103                                       | 97.06%    | 5,017,808                         | 175,770,911    | 99.91%    |
| 2022-23     | 184,292,136           | 178,791,028                                       | 97.02%    | 3,926,747                         | 182,717,775    | 99.15%    |

\* Delinquent taxes reported by year of collection; data by levy year unavailable

**Source:**

Imperial County Auditor-Controller Office - Megabyte System "Tax Stats Inquiry"

**County of Imperial**  
**Ratios of Outstanding Debt by Type (Unaudited)**  
**Last Ten Fiscal Years**  
**(in thousands, except per capita amount)**

|                                   | 2013-14          | 2014-15          | 2015-16          | 2016-17          | 2017-18          |
|-----------------------------------|------------------|------------------|------------------|------------------|------------------|
| <b>Governmental Activities:</b>   |                  |                  |                  |                  |                  |
| Certificates of Participation     | \$ 8,445         | \$ 8,085         | \$ 7,710         | \$ 7,325         | \$ 6,930         |
| Pension Obligation Bonds          | 48,205           | 45,055           | 41,705           | 38,130           | 34,325           |
| Notes and Loans                   | 630              | 540              | 450              | 360              | 270              |
| Lease Liability                   | -                | -                | -                | -                | -                |
| Capital Lease Obligations         | 20               | 536              | 1,852            | 955              | 2,574            |
| <b>Total Primary Government</b>   | <b>\$ 57,300</b> | <b>\$ 54,216</b> | <b>\$ 51,717</b> | <b>\$ 46,770</b> | <b>\$ 44,099</b> |
| <br>                              |                  |                  |                  |                  |                  |
| Percentage of Personal income (1) | 1.01%            | 0.93%            | 0.85%            | 0.76%            | 0.67%            |
| Per Capita (1)                    | 325              | 301              | 285              | 259              | 241              |

(1) See Demographic and Economic Statistics

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Report - Notes - Long Term Liabilities section

**County of Imperial**  
**Ratios of Outstanding Debt by Type (Unaudited) (Continued)**  
**Last Ten Fiscal Years**  
**(in thousands, except per capita amount)**

|                                   | 2018-19          | 2019-20          | 2020-21          | 2021-22          | 2022-23          |
|-----------------------------------|------------------|------------------|------------------|------------------|------------------|
| <b>Governmental Activities:</b>   |                  |                  |                  |                  |                  |
| Certificates of Participation     | \$ 6,520         | \$ 6,095         | \$ 5,655         | \$ 5,195         | \$ 17,970        |
| Pension Obligation Bonds          | 30,265           | 25,935           | 21,325           | 19,695           | 4,720            |
| Notes and Loans                   | 180              | 90               | -                | -                | -                |
| Lease Liability                   | -                | -                | -                | 29,119           | -                |
| Capital Lease Obligations         | 2,828            | 2,224            | 1,701            | 1,234            | 929              |
| <b>Total Primary Government</b>   | <b>\$ 39,793</b> | <b>\$ 34,344</b> | <b>\$ 28,681</b> | <b>\$ 55,243</b> | <b>\$ 23,619</b> |
| <br>                              |                  |                  |                  |                  |                  |
| Percentage of Personal income (1) | 0.59%            | 0.47%            | 0.36%            | 0.64%            | 0.29%            |
| Per Capita (1)                    | 219              | 190              | 159              | 308              | 132              |

(1) See Demographic and Economic Statistics

**Source:**

Imperial County Auditor-Controller's Comprehensive Annual Financial Report - Notes - Long Term Liabilities section

**County of Imperial**  
**Legal Debt Margin as Percentage of Debt Limit (Unaudited)**  
**Last Ten Fiscal Years**  
**(in thousands)**

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| Fiscal Year | Assessed<br>Value (1) | Legal Debt<br>Limit (2) | Debt Applicable<br>to Limit | Legal Debt<br>Margin (3) | Legal Debt<br>Margin/Debt Limit |
|-------------|-----------------------|-------------------------|-----------------------------|--------------------------|---------------------------------|
| 2013-14     | \$ 11,065,821         | \$ 138,323              | -                           | \$ 138,323               | 100%                            |
| 2014-15     | 11,804,481            | 147,556                 | -                           | 147,556                  | 100%                            |
| 2015-16     | 11,257,809            | 140,723                 | -                           | 140,723                  | 100%                            |
| 2016-17     | 11,537,061            | 144,213                 | -                           | 144,213                  | 100%                            |
| 2017-18     | 12,173,498            | 152,169                 | -                           | 152,169                  | 100%                            |
| 2018-19     | 13,460,313            | 168,254                 | -                           | 168,254                  | 100%                            |
| 2019-20     | 13,875,242            | 173,441                 | -                           | 173,441                  | 100%                            |
| 2020-21     | 14,255,819            | 178,198                 | -                           | 178,198                  | 100%                            |
| 2021-22     | 15,016,985            | 187,712                 | -                           | 187,712                  | 100%                            |
| 2022-23     | 15,975,358            | 199,692                 | -                           | 199,692                  | 100%                            |

**Notes:**

- (1) Assessed Value does not include tax exempt property. Property value data can be found in the "Assessed Value of Taxable Property" schedule.
- (2) California Government Code Section 29909 read in conjunction with Revenue and Taxation Code Section 135 imposes a legal debt limitation for General Obligation Bond indebtedness to 1.25% of the total full cash valuation.
- (3) The legal debt margin is the County's available borrowing authority under state finance statutes and is calculated by subtracting the debt applicable to the legal debt limit from the legal debt limit.

**Source:**

Imperial County Auditor-Controller Office - Megabyte System Report "Assessor to Auditor Certified values by TRA"



**County of Imperial**  
**Demographics and Economic Statistics (Unaudited)**  
**Last Ten Fiscal Years**

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| Calendar Year | Population (1) | Personal<br>Income (2) | Per Capita<br>Personal Income (3) | Unemployment<br>Rate (4) |
|---------------|----------------|------------------------|-----------------------------------|--------------------------|
| 2014          | 180,998        | \$ 5,802,217           | \$ 32,398                         | 23.70%                   |
| 2015          | 184,500        | 6,051,569              | 33,584                            | 21.80%                   |
| 2016          | 186,080        | 6,172,007              | 34,122                            | 19.80%                   |
| 2017          | 187,921        | 6,619,469              | 36,206                            | 19.20%                   |
| 2018          | 189,623        | 6,722,874              | 36,974                            | 20.70%                   |
| 2019          | 188,821        | 7,329,602              | 40,447                            | 26.80%                   |
| 2020          | 179,702        | 8,021,811              | 44,500                            | 17.70%                   |
| 2021          | 179,215        | 8,643,247              | 48,228                            | 14.70%                   |
| 2022          | 179,329        | 8,075,656              | 45,188                            | 14.90%                   |
| 2023          | 179,623        | 8,593,081              | 47,991                            | 17.60%                   |

**Sources:**

- (1) State Department of Finance
- (2) & (3) U.S. Bureau of Economic Analysis - Local Data
- (4) State of California, Employment Development Department

**County of Imperial**  
**Employment by Industry (Unaudited)**  
**2023 Annual Averages**

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| Industry                            | Percentage of County<br>Employment |
|-------------------------------------|------------------------------------|
| Services                            | 28.65%                             |
| Retail Trade                        | 11.58%                             |
| Manufacturing                       | 3.18%                              |
| Government                          | 28.94%                             |
| Mining and Construction             | 2.89%                              |
| Finance, Insurance and Real Estate  | 2.03%                              |
| Wholesale Trade                     | 2.60%                              |
| Agriculture                         | 16.35%                             |
| Transportation and Public Utilities | 3.76%                              |
| Total                               | 100.00%                            |

**Source:**

State of California Employment Development Department.

**County of Imperial**  
**Full-time Equivalent County Employees by Function (Unaudited)**  
**Last Ten Fiscal Years**

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| <u>Fiscal Year</u> | <u>General Government</u> | <u>Public Protection</u> | <u>Public Ways &amp; Facilities</u> | <u>Health &amp; Sanitation</u> | <u>Public Assistance</u> | <u>Education</u> | <u>Recreation</u> | <u>Special District</u> | <u>Total</u> |
|--------------------|---------------------------|--------------------------|-------------------------------------|--------------------------------|--------------------------|------------------|-------------------|-------------------------|--------------|
| 2013-14            | 239                       | 707                      | 109                                 | 475                            | 595.5                    | 19               | 6                 | 25                      | 2,175        |
| 2014-15            | 242                       | 725                      | 130                                 | 489                            | 619                      | 19               | 6                 | 25                      | 2,255        |
| 2015-16            | 245                       | 833                      | 110                                 | 566                            | 577                      | 20               | 6                 | 33                      | 2,390        |
| 2016-17            | 248.5                     | 841                      | 110                                 | 625                            | 588                      | 20               | 6                 | 33                      | 2,471        |
| 2017-18            | 251                       | 851                      | 110                                 | 681.75                         | 590                      | 22               | 6                 | 34                      | 2,545        |
| 2018-19            | 254                       | 856                      | 131                                 | 748                            | 593                      | 22               | 0                 | 38                      | 2,642        |
| 2019-20            | 256                       | 862                      | 131                                 | 800                            | 593                      | 22               | 6                 | 38                      | 2,708        |
| 2020-21            | 263                       | 870                      | 112                                 | 850                            | 606                      | 23               | 6                 | 9                       | 2,739        |
| 2021-22            | 262                       | 905                      | 118                                 | 903                            | 627                      | 23               | 7                 | 9                       | 2,854        |
| 2022-23            | 262                       | 908                      | 120                                 | 935                            | 630                      | 28               | 7                 | 9                       | 2,899        |

**Source:**

Imperial County CEO-GSA - Report "Full-time Equivalent County Government Employees by Function"

**County of Imperial**  
**Capital Assets Statistics by Function (Unaudited)**  
**Last Ten Fiscal Years**

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| Fiscal Year | General<br>Government | Public<br>Protection | Public Ways<br>& Facilities | Health &<br>Sanitation | Public<br>Assistance | Education | Total |
|-------------|-----------------------|----------------------|-----------------------------|------------------------|----------------------|-----------|-------|
| 2013-14     | 787                   | 856                  | 62                          | 39                     | 36                   | 4         | 1,784 |
| 2014-15     | 490                   | 985                  | 41                          | 41                     | 37                   | 6         | 1,600 |
| 2015-16     | 364                   | 1,017                | 466                         | 41                     | 46                   | 6         | 1,940 |
| 2016-17     | 813                   | 1,118                | 562                         | 54                     | 39                   | 6         | 2,592 |
| 2017-18     | 786                   | 1,121                | 540                         | 58                     | 40                   | 5         | 2,550 |
| 2018-19     | 779                   | 1,094                | 509                         | 1                      | 31                   | 5         | 2,419 |
| 2019-20     | 771                   | 1,155                | 518                         | 1                      | 31                   | 5         | 2,481 |
| 2020-21     | 804                   | 1,162                | 510                         | 1                      | 1                    | 5         | 2,483 |
| 2021-22     | 789                   | 1,332                | 520                         | 14                     | 1                    | 5         | 2,661 |
| 2022-23     | 779                   | 1,259                | 473                         | 14                     | 1                    | 2         | 2,528 |

**Source:**

Imperial County Auditor-Controller - Report "Capital Assets Statistics by Function"