

CITY OF RIALTO

CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2019





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CITY OF RIALTO, CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2019

PREPARED BY THE FINANCE DEPARTMENT

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City of Rialto, California
Comprehensive Annual Financial Report
Year Ended June 30, 2019

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INTRODUCTORY SECTION

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City of Rialto

California

April xx, 2020

Honorable Mayor, Members of the City Council and Citizens of Rialto:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of Rialto, California (City) for the fiscal year ended June 30, 2019. Responsibility for the accuracy of this data, and the completeness and fairness of its presentation, including all disclosures, rests with the City. To the best of our knowledge, the enclosed data are accurate in all material respects and are reported in a manner which presents fairly the financial position and operational results of the City. All disclosures necessary to enable the reader to gain an understanding of the City's activities have been included.

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

The City's financial statements have been audited by Teaman, Ramirez & Smith, Inc., a public accounting firm fully licensed and qualified to perform audits of the State and local governments within the State of California. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Rialto, California, for the fiscal year ended June 30, 2019, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and, evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, there was a reasonable basis for rendering an unmodified opinion that the City of Rialto, California's financial statements for the fiscal year ended June 30, 2019, and they are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of Federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair representation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of Federal awards. These reports will be available in the City's separately issued Single Audit Report.

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

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MD&A can be found immediately following the independent auditors report in the financial section of the CAFR.

THE REPORTING ENTITY AND ITS SERVICES

The financial reporting entity includes all the funds of the City as well as all of its component units. The City is the primary government. The component units are the Rialto Public Financing Authority (the Financing Authority), the Rialto Utility Authority (the Utility Authority), the Rialto Nonprofit Public Building Authority (the Building Authority) and the Rialto Housing Authority (the Housing Authority).

The City was incorporated in 1911 as a general law city and operates under a Council-Manager form of government.

The Financing Authority was formed in 1988 to provide a financing mechanism for the public projects of the City and the Redevelopment Agency of the City of Rialto (Agency). The Agency is now dissolved, but the Authority still continues to exist.

The Rialto Utility Authority (Utility Authority) was created on May 1, 2001. The Utility Authority was formed to provide for the lease, ownership, operation, maintenance, construction and financing of the Water and Wastewater Utility systems and any other utility system or service.

The Rialto Nonprofit Public Building Authority (Building Authority) was established in 1988 to provide financial assistance to the City by financing, refinancing, acquiring, constructing, improving, leasing, selling or otherwise conveying property of any kind to the City.

The Rialto Housing Authority (Housing Authority) was created on November 4, 2003. The Housing Authority enables the City to engage in more aggressive housing market intervention, including the acquisition of property, rehabilitation and/or development of affordable housing.

SUCCESSOR AGENCY to the REDEVELOPMENT AGENCY of the CITY of RIALTO

The Agency was formed in 1977 with the objective of providing long-term financing of capital improvements designed to eliminate physical and economic blight in the designated project area. On December 29, 2011, the California Supreme Court upheld Assembly Bill x1 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. The Bill provides that upon dissolution of a redevelopment agency, the entity that established the redevelopment agency may elect to serve as the “Successor Agency”. The Successor Agency holds the assets of the former redevelopment agency until they are distributed to other units of state and local government after the payment of enforceable obligations that were in effect as of the signing of the Bill. On September 27, 2011, the City elected to become the Successor Agency. On February 1, 2012, the Agency was dissolved and the Successor Agency to the Redevelopment Agency of the City of Rialto (Successor Agency) was created. The Successor Agency is included as a fiduciary fund (private purpose trust fund).

PROFILE OF THE CITY OF RIALTO

The City of Rialto provides a full range of services to its residents with a total regular full-time staff of approximately 333 and part-time staff of approximately 85 employees. Major services such as attorney, library, transit, street sweeping and landscape maintenance are provided through contractual arrangements. The City provides services such as fire, police, affordable housing, economic development, planning, code compliance, recreation programs, vector/animal control, park and facilities maintenance, street maintenance, city engineering, and administrative management services with city employees.

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HISTORY OF THE CITY OF RIALTO

In 1851, the Mountain Family purchased part of the Lugo family's Rancho San Bernardino, and claimed several other portions of the bench which later became known as Rialto. This claim was later amended by the United States Government, permitting them a smaller fraction of the initial purchase.

In the fall of 1888, the first school was built and Brooke School District was formed. Records show that up until 1920, the Brooke School District was in continuous operation, except for a very short time in 1888. The prominent Rialto Trapp family bought the first school house in 1921, remodeled the building, and members of the family resided in it until it was destroyed by fire. The Rialto School District (today Rialto Unified School District), was formed in 1891. The staff consisted of two teachers and a principal with separate play areas for the boys and girls.

The Chamber of Commerce was established in 1907. The Chamber incorporated in the spring of 1911. By 1911 the population had grown to 1,500 with 40 businesses and a local newspaper. The election results on October 31 of the same year were 135 for the incorporation of the city and 72 against. The City was incorporated with a Council-Manager form of government. The Mayor is elected at large to serve a four-year term. The four Council Members are elected at large to serve staggered four-year terms. The City of Rialto is 4 miles (6.4 km) wide and 8.5 miles (13.7 km) long and is currently at a population of approximately 107,271 (source: California Department of Finance).

BUDGETARY CONTROL

The City prepares an annual budget consistent with Generally Accepted Accounting Principles (GAAP) for all governmental funds on a modified accrual basis where revenues are recognized when they become measurable and available to finance expenditures of the current period. Expenditures are recorded when the goods or services are received and the liabilities are incurred.

Department directors are responsible, not only to accomplish particular goals within each program, but also to monitor budget allocations consistent to the funding levels adopted by the City Council prior to July 1 of the budget year.

In addition, the City maintains budgetary control through the use of an encumbrance accounting system. As purchase orders are issued, corresponding amounts are encumbered for later payments to ensure that budget amounts are not over-spent.

INTERNAL CONTROLS

The City's management is responsible for developing and establishing an internal control structure to ensure that the assets of the government are protected from loss, theft, misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: 1) the cost of a control should not exceed the benefits likely to be derived; and 2) the valuation of the costs and benefits requires estimates and judgments by management.

APPROPRIATION LIMIT

Article XIIIB of the California Constitution (Proposition 4), commonly referred to as the "Gann Initiative" was approved by California voters in 1979, which placed limits on the amount of proceeds of taxes that State and Local agencies can appropriate and spend each fiscal year. The City's limitation is calculated each year and established by a resolution of the City Council as part of the Annual Budget process. Using the population and per capital income data provided by the California Department of Finance, the City's appropriation limits for fiscal year 2018/2019 amounted to $78,029,451.

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CASH MANAGEMENT

The City Treasurer is responsible for investing cash temporarily idle during the year in accordance with the State Government Code and the Investment Policy adopted by the City Council. The City diversified its investment portfolio by utilizing several investment instruments. At fiscal year end June 30, 2019, approximately $123.6 million was invested in Corporate Notes; $30.7 million in various Agency Securities and Negotiable Certificates of Deposit; $30 million in the State Treasurer's Local Agency Investment Fund (LAIF); and $14.6 million in the CalTrust Investment Pool.

The cash management system of the City is designed to monitor revenues and expenditures to ensure the investment of monies to the fullest extent possible. The criteria for selecting investments and the order of priority are (a) safety, (b) liquidity, and (c) yield. The underlying objective of the City's policy is to obtain the highest interest rate yields, and at the same time, ensure that money is available when needed and all deposits are insured by the Federal Deposit Insurance Corporation or collateralized.

CAPITAL ASSETS

In accordance with GASB Statement No. 34, the City has reported all capital assets including infrastructure in the Government-Wide Statement of Net Position. The City elected to use the basic approach for all infrastructures reporting, whereby depreciation expense and accumulated depreciation have been recorded. Capital assets for the fiscal year ended June 30, 2019 have a net ending balance of $363 million.

LONG-TERM LIABILITIES/BONDED INDEBTEDNESS

As of June 30, 2019, the City has long-term liabilities in the amount of $39 million. The $39 million of long-term liabilities includes $15.7 million for potential claims payable; $8 million for employee compensated absences (accrued leave); $11.8 million for the capital leases (Energy Conservation Project, Clean Renewable Energy Bonds and Citywide Street Light Acquisition and Conversion Project); $2.7 million for notes payable (financing for the improvements to Bud Bender Park and Rialto Senior Center); and $700 thousand of certificates of participation.

The City provides retirement benefits (pension) by contributing to the California Public Employees Retirement System (CalPERS). The City pays 100% of the Annual Required Contributions (ARC), as calculated by CalPERS, and as of June 30, 2019, the plan is 71% funded.

The City provides postemployment health care benefits through the California Public Employees Retirement System (CalPERS) healthcare program entitled Public Employees' Medical and Hospital Care Act (PEMHCA). The City has elected to join the Public Agency Retirement Systems OPEB Trust (the "Trust") in accordance with GASB No. 43, which provides a means to fund the Annual Required Contribution (ARC) OPEB obligations. The City accounts for this liability, per GASB 75, Other Post-Employment Benefits (OPEB). The actuarial valuation as of June 30, 2018 measurement date shows the OPEB liability is 32% funded.

The Successor Agency has the 2014 Tax Allocation Revenue Refunding Bonds, the 2015 Tax Allocation Refunding Bonds and the 2008 Tax Allocation Bonds outstanding in the amounts of $14.5 million, $42.9 million and $81 million, respectively. The purpose of the 2014 Bonds was to advance refund the Agency's previously issued 2003 Tax Allocation Bonds. The purpose of the 2015 Tax Allocation Refunding Bonds was to advance refund the Agency's previously issued 2005 Tax Allocation Bonds. The purpose of the 2008 bonds were to finance a portion of the costs of implementing the Redevelopment Plan and fund redevelopment activities within the Agency project area.

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RISK MANAGEMENT

The City retains the risk of loss for general liability and workers' compensation claims of up to $350,000 and $400,000, respectively, per person per occurrence. The City has established the General Liability and Workers' Compensation Internal Service Funds to account for and finance uninsured risks of loss related to general liabilities and workers' compensation claims, respectively.

The City is also a member of the Public Agency Risk Sharing Authority of California (PARSAC) for general liability, a public entity risk pool consisting of a consortium 36 cities in California. PARSAC was established to pool resources, share risks, purchase excess insurance and share costs for professional risk management and claims administration.

The City carries commercial insurance, as well, for all other risks of loss, including employee health, property, fire, water, boiler and machinery insurance.

AWARD

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended June 30, 2017. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report meets the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for the certificate.

ACKNOWLEDGEMENT

We would like to express appreciation to all City staff that assisted and contributed to the preparation of this report, particularly to the members of the Finance Department. We would also like to extend our appreciation to the auditors, Teaman, Ramirez & Smith, Inc., Certified Public Accountants for their professional assistance. As in the past, the CAFR is available on the City's website at www.RialtoCa.gov.

Respectfully submitted,

_____	_____
Rod Foster	Stephen Erlandson
City Manager	Deputy City Manager

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Directory of Officials



DEBORAH ROBERTSON
MAYOR



ED SCOTT
MAYOR PRO TEM



JOE BACA JR.
COUNCIL MEMBER



RAFAEL TRUJILLO
COUNCIL MEMBER



ANDY CARRIZALES
COUNCIL MEMBER



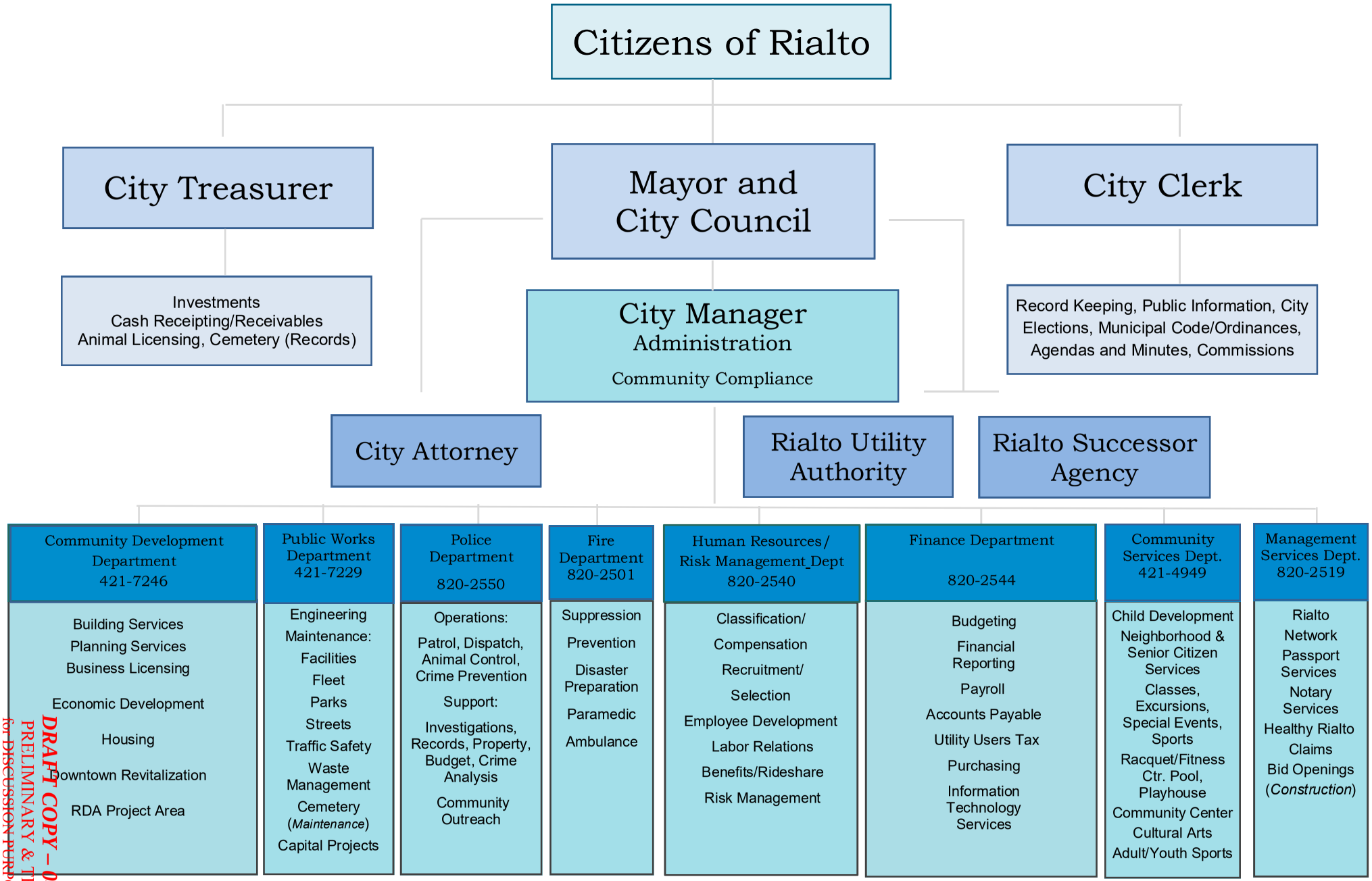
BARBARA A. MCGEE
CITY CLERK



EDWARD J. CARRILLO
CITY TREASURER

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City Wide Organization Chart



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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

The Honorable City Council
of the City of Rialto
Rialto, California

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rialto, California (the "City"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Rialto, California, as of June 30, 2019, 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.

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Emphasis of Matter

Change in Accounting Principle

As described in Note 1 to the basic financial statements, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements.* Our opinion is not modified with respect to this matter.

As described in Note 1 to the basic financial statements, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period.* Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information on pages 4 through 15 and 94 through 102 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

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Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated _____ __, 2020, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City'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 the City's internal control over financial reporting and compliance.

Riverside, California
_____ __, 2020

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MANAGEMENT'S DISCUSSION & ANALYSIS

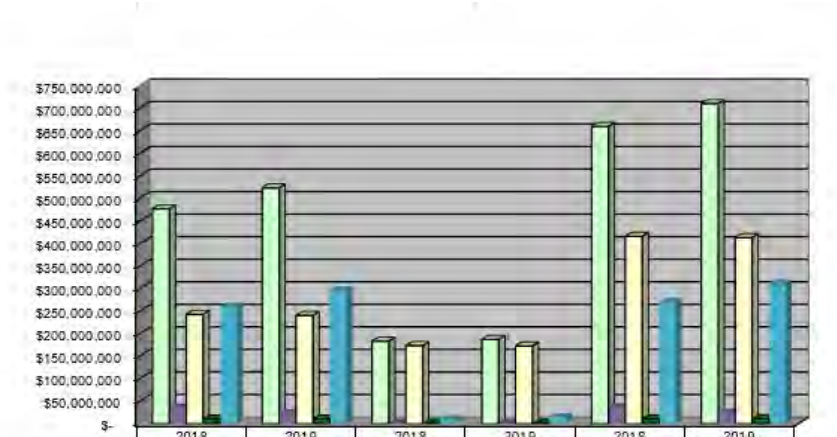
The management of the City of Rialto has prepared this narrative overview and analysis of the financial activities of the City for the Fiscal Year (FY) ended June 30, 2019. This discussion and analysis is intended to serve as an introduction to the City's basic financial statements and to provide financial comparisons with the previous year. Please read this information in conjunction with the City's financial statements, which follow this section.



FINANCIAL HIGHLIGHTS

- As of June 30, 2019, the City's net position was $311.4 million (see Chart 1). Net position represents the difference between the City's resources (total assets), plus deferred outflows of resources, totaling $735.1 million, and its obligations (total liabilities), plus deferred inflows of resources totaling $423.7 million.
- Total assets increased by $50.7 million. This was due to increases of $38.1 million in capital assets and $30.5 million in cash; these increases were offset by $12.4 million and $6.6 million reduction in concessionaire receivables and restricted assets, respectively.
- Total liabilities decreased $3.0 million primarily attributed to a $10.0 million decrease in Net Pension Liability, offset by a $5.5 million increase in Unearned Revenue.
- The Statement of Revenues, Expenditures, and Changes in Fund Balances for Governmental Funds reported an increase in fund balance of $19.8 million. The key contributing factors were an increase of $8.4 million in the category of Taxes (Sales and Property Taxes), $3.9 million increase in Use of Money and Property (Interest Income), and a reduction of $9.1 million in Capital Outlay.
- Total General Fund revenues for the fiscal year 2019 totaled $100.1 million, representing a $12.7 million increase from the prior year. General Fund expenditures increased by $3.5 million to a total of $86.4 million.
- As of June 30, 2019, the General Fund - fund balance totaled $82.5 million, of which $24.2 million is considered non-spendable, as it represents prepaid items, deposits, advances to other funds, inventory and property held for resale; $14.3 million has been assigned per Council Action to be used for specific projects or purposes, including capital projects and encumbrances; the remaining $44.0 million is available for contingencies. The City's General Fund reserve policy is to maintain a minimum balance of 50% of the next year's General Fund expenditure budget. As of June 30, 2019, the reserve was $1.1 million short of the $45.1 million minimum reserve level, thus meeting the reserve at 49%. This was due to the advance from the General Fund to the Park Development Fund, for the construction of Frisbie Park.

CHART 1—NET POSITION



	2018 Governmental Activities	2019 Governmental Activities	2018 Business-Type Activities	2019 Business-Type Activities	2018 Total Primary Government	2019 Total Primary Government
TOTAL ASSETS	$476,360,009	$523,037,189	$182,925,064	$186,949,276	$659,285,073	$709,986,465
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$36,119,240	$24,166,809	$1,458,085	$1,018,040	$37,577,325	$25,184,849
TOTAL LIABILITIES	$242,453,488	$240,228,824	$173,231,002	$172,421,423	$415,684,490	$412,650,247
TOTAL DEFERRED INFLOWS OF RESOURCES	$10,415,682	$10,636,697	$420,712	$449,033	$10,836,394	$11,085,730
TOTAL NET POSITION	$259,610,079	$296,338,477	$10,731,435	$15,096,860	$270,341,514	$311,435,337

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OVERVIEW OF THE FINANCIAL STATEMENTS

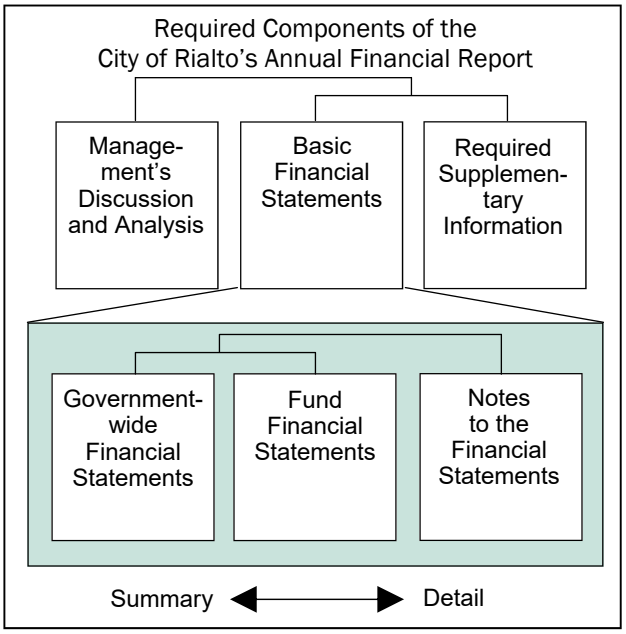
This annual report consists of four parts: Management's Discussion and Analysis (this section), the basic financial statements, required supplementary information, and supplementary information that present combining statements for non-major governmental funds, non-major enterprise funds, and internal service funds and agency funds. The basic financial statements include two kinds of statements that present different views of the City.

- The government-wide financial statements provide both long-term and short-term information about the City's overall financial status in a manner similar to a private-sector business.
- The fund financial statements focus on individual parts of the City government and report the City's operations in a more detailed format than the government-wide statements.

The fund statements can be divided into three categories:

- *Governmental fund statements* tell how general government services such as police, fire, public works and special revenue funds were financed in the short-term, as well as what remains for future spending.
- *Proprietary fund statements* offer short-term and long-term financial information about the activities the City operates like businesses, such as utilities services, the airport, the cemetery and the recreation department.
- *Fiduciary fund statements* provide information about the financial relationships in which the City acts solely as a trustee or agent for the benefit of other governmental units, private organizations, or individuals to whom the resources belong.

The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. This report also presents certain required supplementary information including budgetary comparison schedules for governmental funds. The notes to the required supplementary information present information concerning the City's budget process.



In addition to these required elements, combining statements and schedules that provide details about non-major governmental funds, and non-major enterprise funds, internal service funds, and agency funds are also presented.







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FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS

The government-wide financial statements provide long-term and short-term information about the City's overall financial condition. This analysis addresses the financial statements of the City as a whole.

NET POSITION

Net position represents the difference between the City's resources and its obligations. Over time, net position may serve as an indication of a government's financial position. The City's combined net position as of June 30, 2019, as shown in Table 1, was $311.4 million.

The City utilizes three classifications for net position: net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets: Of the total primary government net position, $347.7 million net investment in capital assets (i.e., land, buildings, machinery, equipment, and infrastructure). The City uses capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Restricted: An additional portion of the City's net position, which equates to $141.9 million, represents resources subject to external restrictions on how they may be used, such as transportation, development, grants and debt service reserve requirements for the outstanding bonds.

Unrestricted: The remaining balance represents ($178.2) million in unrestricted net position. This portion reflects the amount available to meet ongoing obligations to citizens and creditors. Unrestricted net position is ($64.4) million and ($113.8) million for governmental and business-type activities, respectively.

TABLE 1—SUMMARY OF NET POSITION

SUMMARY OF NET POSITION AS OF JUNE 30, 2018 AND 2019	GOVERNMENTAL ACTIVITES		BUSINESS-TYPE ACTIVITES		TOTAL PRIMARY GOVERNMENT		TOT % CHG
	2018	2019	2018	2019	2018	2019	
CURRENT AND OTHER ASSETS	$242,207,521	$266,167,519	$92,215,598	$80,847,243	$334,423,119	$347,014,762	3.77%
CAPITAL ASSETS	234,152,488	256,869,670	90,709,466	106,102,033	324,861,954	362,971,703	11.73%
TOTAL ASSETS	**$476,360,009**	**$523,037,189**	**$182,925,064**	**$186,949,276**	**$659,285,073**	**$709,986,465**	7.69%
DEFFERRED OUTFLOWS OF RESOURCES							
DEFERRED LOSS ON REFUNDING, NET OF ACCUM. AMORTIZATION	$7,829	$5,218	-	-	$7,829	$5,218	-33.35%
PENSION RELATED ITEMS	32,977,775	23,551,402	1,331,558	992,331	34,309,333	24,543,733	-28.46%
OPEB RELATED ITEMS	3,133,636	610,189	126,527	25,709	3,260,163	635,898	
TOTAL DEFERRED OUTFLOWS OF RESOURCES	**$36,119,240**	**$24,166,809**	**$1,458,085**	**$1,018,040**	**$37,577,325**	**$25,184,849**	-32.98%
CURRENT LIABILITIES	$48,275,391	$50,983,178	$10,060,116	$11,727,838	$58,335,507	$62,711,016	7.50%
NONCURRENT LIABILITIES	194,178,097	189,245,646	163,170,886	160,693,585	357,348,983	349,939,231	-2.07%
TOTAL LIABILITIES	**$242,453,488**	**$240,228,824**	**$173,231,002**	**$172,421,423**	**$415,684,490**	**$412,650,247**	-0.73%
DEFFERRED INFLOWS OF RESOURCES							
PENSION RELATED ITEMS	$6,583,780	$8,938,471	$265,836	$376,619	$6,849,616	$9,315,090	35.99%
OPEB RELATED ITEMS	3,831,902	1,698,226	154,876	72,414	3,986,778	1,770,640	-55.59%
TOTAL DEFERRED INFLOWS OF RESOURCES	**$10,415,682**	**$10,636,697**	**$420,712**	**$449,033**	**$10,836,394**	**$11,085,730**	2.30%
NET POSITION:							
NET INVESTMENT IN CAPITAL ASSETS	$219,905,555	$241,566,979	$90,709,466	$106,102,033	$310,615,021	$347,669,012	11.93%
RESTRICTED FOR:							
COMMUNITY DEVELOPMENT	98,612,074	109,539,370	-	-	98,612,074	109,539,370	11.08%
PUBLIC SAFETY	11,185,944	8,932,486	-	-	11,185,944	8,932,486	-20.15%
DEBT SERVICE	712,582	705,643	-	-	712,582	705,643	-0.97%
WATER AND WASTE WATER			22,365,851	22,453,155	22,365,851	22,453,155	0.39%
OTHER	-	-	301,030	320,915	301,030	320,915	6.61%
UNRESTRICTED	(70,806,076)	(64,406,001)	(102,644,912)	(113,779,243)	(173,450,988)	(178,185,244)	2.73%
TOTAL NET POSITION	**$259,610,079**	**$296,338,477**	**$10,731,435**	**$15,096,860**	**$270,341,514**	**$311,435,337**	15.20%

CHANGES IN NET POSITION

The combined net position of the primary government increased from $270.3 million to $311.4 million at June 30, 2019. The governmental activities' total net position has increased by $38.7 million while business-type net position increased by $4.4 million over the prior year .

The most significant change to the primary government's net position was total assets increasing by $50.7 million, primarily resulting from a $38.1 million increase in capital assets due to land acquisition and constructions in progress.

The $5 million decrease in the primary government's total liabilities was mostly due to a $5.0 million decrease in Net Pension Liabilities.

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

REPORTING THE CITY AS A WHOLE

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. The statement of activities reports all of the current year's revenues and expenses regardless of when cash is received or paid.

The two government-wide financial statements report the City's net position and how it has changed during the fiscal year. Over time, increases or decreases in the City's net position is an indicator of whether its financial position is improving.

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

- *Governmental Activities*—Most of the City's basic services are included here, such as police, fire, public works, redevelopment, and general government. Governmental activities are financed by taxes, revenues from other government agencies, state/federal grants, and charges for services.
- *Business-type Activities*– Certain services provided by the City are funded by customer fees. Among these are the City's water, wastewater, airport, recreation, and cemetery services.

Except for the Successor Agency, the government-wide financial statements include not only the City itself, but also legally separate component units such as: Rialto Nonprofit Public Building Authority, the Rialto Public Financing Authority, Rialto Utility Authority and Rialto Housing Authority. These component units, while legally separate from the City, provide services entirely or almost exclusively for the benefit of the City. Therefore, these component units are blended with the City government because of their governance and their financial relationships with the City.



FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. A fund is an accounting entity with a self-balancing set of accounts that the City uses to keep track of resources that have been segregated for specific activities or objectives.

The City has three types of funds:

- *Governmental funds*—Most of the City's basic services are included in governmental funds, which are used to account for (1) short-term inflows and outflows of spendable resources, and (2) the remaining year-end balances available for spending. Due to the fact that this information does not encompass the additional long-term focus of the government-wide statements, a reconciliation that explains the relationship (or differences) between governmental funds and governmental activities follow each of the governmental funds statements.
- *Proprietary funds*—Services for which customer fees are intended to finance the costs of operations are generally reported in proprietary funds. Proprietary funds and financial statements, like the government-wide statements, provide both long-term and short-term financial information.
  - ◊ Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements.
  - ◊ Internal service funds report activities that provide services for the City's other programs and activities, such as the City's Fleet Fund, Worker's Compensation, General Liability, Management Information System, and Engineering and Development Services.
- *Fiduciary funds*—Fiduciary funds are used to account for resources held for the benefit of parties outside of the City. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the City's fiduciary activities are reported in a separate Statement of Fiduciary Net Position. We exclude these activities from the City's government-wide financial statements because the City cannot use these assets to finance its operations.

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REVENUES

Revenues for fiscal year ended June 30, 2019 were $185.6 million. The largest source of revenue for fiscal year 2019 comes from charges for services which makes up 42.1% of total revenues. The second largest source are tax revenues, which include property taxes, sales tax, utility users tax, and other taxes, account for 38.8% (see Chart 2).

Compared to fiscal year 2018, total revenues increased by $6.8 million, or 3.8%. This resulted from a $9.1 million increase in Sales and Property taxes, combined with $6.3 million increase in Charges for services and Investment income, offset by decreases in Gain on sale of property, Grants and contributions and Other income. Table 2 provides information on the major revenue sources and comparisons between the current and prior fiscal year. Revenue sources that show significant changes are shown in more detail below.

Charges for services represent program revenues from governmental activities, including public safety services, inspections, and permits, as well as from business-type activities, including water, wastewater, and recreation services. Total charges for services increased by $2.3 million or 3% over the prior fiscal year.

Property taxes increased by $4.1 million or 16.3% due to increased in lieu property tax and a $1.8 million increase in the residual property tax resulting from the dissolution of the Rialto Redevelopment Agency.

Sales taxes increased by $5.0 million or 28.5% attributed to new restaurants and retail developments in the Renaissance Marketplace. Investment income grew by $4.0 million.

Gain and loss on sale of property decreased from $7.2 million last fiscal year to $1.4 million and makes up less than 1 percent of total revenue.

CHART 2—SOURCES OF REVENUE

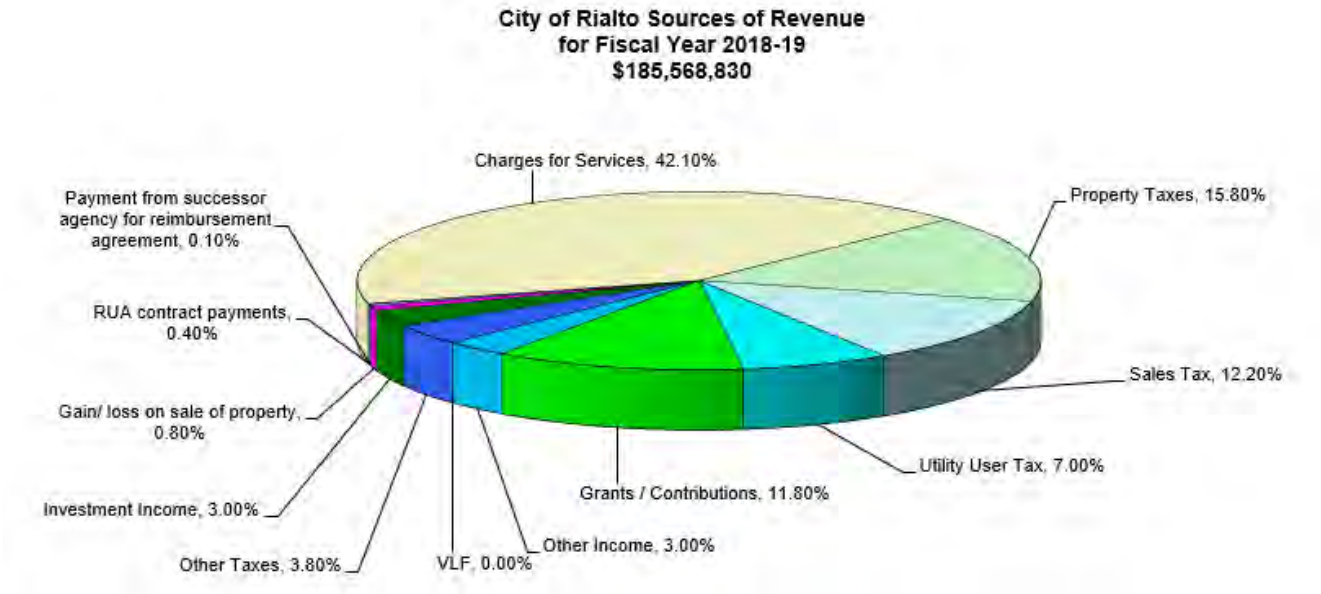


TABLE 2—SOURCES OF REVENUE

Revenues	2018	2019	Increase / (Decrease)	CHG %	% of Total Revenue
Charge for Services	$75,892,729	$78,195,109	$2,302,380	3.0%	42.10%
Property Taxes	25,201,214	29,311,634	4,110,420	16.3%	15.80%
Sales Tax	17,593,261	22,603,061	5,009,800	28.5%	12.20%
Utility User Tax	13,592,657	13,035,913	(556,744)	-4.1%	7.00%
Grants / Contributions	23,505,665	21,834,427	(1,671,238)	-7.1%	11.80%
Other Income	6,544,407	5,517,643	(1,026,764)	-15.7%	3.00%
VLF	56,075	51,380	(4,695)	-8.4%	0.00%
Other Taxes	6,616,297	6,987,451	371,154	5.6%	3.80%
Investment Income	1,592,895	5,654,307	4,061,412	255.0%	3.00%
Gain sale on property	7,206,526	1,448,039	(5,758,487)	-79.9%	0.80%
RUA contract payments	742,000	742,000	-	0.0%	0.40%
Payment from successor agency for reimbursement agreement	187,299	187,866	567	0.3%	0.10%
Total Revenue	$178,731,025	$185,568,830	$6,837,805	3.8%	100%

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EXPENSES

Expenses for the City totaled $142.5 million, a decrease of 0.7% or $1.1 million from fiscal year 2018 (see Table 3).

Governmental Activities totaled $102.3 million, or 72% of total expenses. Governmental activities are grouped by functional activity. General Government includes Administration, City Clerk, City Treasurer, Finance, Human Resources and Code Enforcement. Community Development includes Public Works and Special Revenue funds functions. Public Safety includes Police and Fire services. Government Other includes interest on long-term debt.

Business-type activities totaled $40.2 million, or 28% of total expenses. Business-type activities are also grouped by functional activity. These typically represent activities performed in exchange for a fee. Wastewater and Water utility services are provided to over 20,000 customers. Recreation services are partially paid by those requesting participation in a certain program.

About 77% of the recreation activities were subsidized by general revenues and not supported by charges for services. "Business Other" includes Cemetery services.

General Government expenses increased by $4.1 million from the prior fiscal year mainly due to payout in legal fees in city's workers compensation liability.

Community Development expenses decreased by $9.7 million due to the completion of Joe Sampson Park in the prior fiscal year and there were less streets, highway, storm drain capital projects in fiscal year 2019.

Public safety expense increased by $5.1 million attributed to construction of Fire Station 205 and the purchase of an aerial truck.

CHART 3—FUNCTIONAL EXPENSES

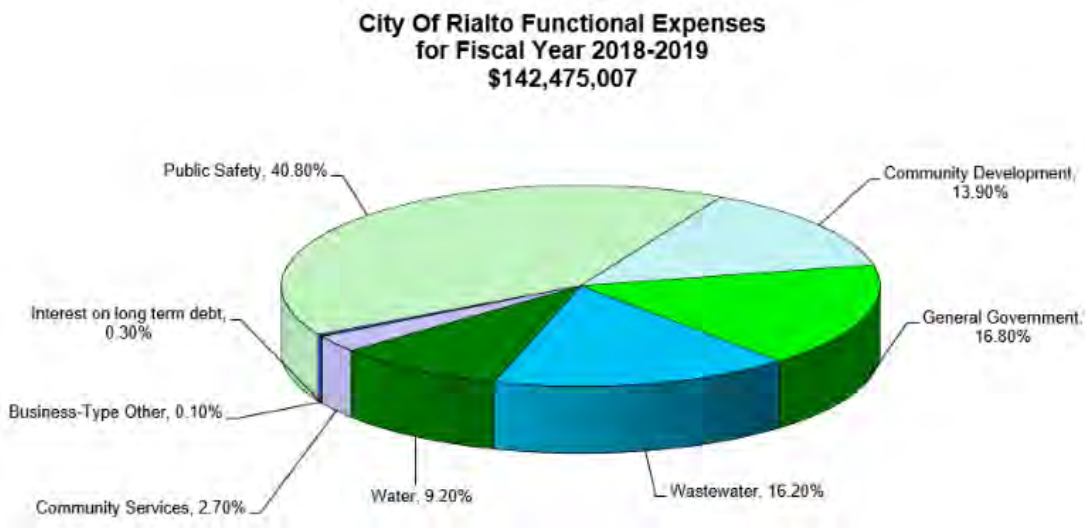


TABLE 3—FUNCTIONAL EXPENSES

Expenses	2018	2019	INCREASE / (DECREASE)	CHG %	% OF TOTAL EXPENSES
Governmental Activities					
General Government	$19,885,751	$23,994,846	$4,109,095	20.7%	17%
Community Development	29,404,226	19,645,409	(9,758,817)	-33.2%	14%
Public Safety	53,055,098	58,199,681	5,144,583	9.7%	41%
Interest on Long Term Debt	323,872	479,445	155,573	48.0%	0.3%
Government Sub Total	$102,668,947	$102,319,381	($349,566)	-0.3%	72%
Business-Type Activities					
Wastewater	$23,397,142	$23,016,838	($380,304)	-1.6%	16%
Water	13,832,547	13,178,151	(654,396)	-4.7%	9%
Airport	127,653	45,491	(82,162)	-64.4%	0%
Community Services	3,456,616	3,836,329	379,713	11.0%	3%
Business Other	65,397	78,817	13,420	20.5%	0.0%
Business Sub Total	$40,879,355	$40,155,626	($723,729)	-1.8%	28%
Total Expenses	**$143,548,302**	**$142,475,007**	**($1,073,295)**	**-0.7%**	**100%**

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GOVERNMENTAL ACTIVITIES

Most of the City's basic services are classified as Governmental activities, such as police, fire, public works, community development, and general government. Governmental activities are financed by taxes, revenues from other government agencies, state/federal grants, and charges for services.

Chart 4 compares the total cost of each of the City's major functions. In Table 4A, the Governmental Activities net cost deficit of $45.9 million is funded by general revenues. In Table 4B, program revenues and major revenues show an increase of 6.7% primarily related to a increase in Sales tax and Property tax collections.

CHART 4—GOVERNMENTAL ACTIVITIES

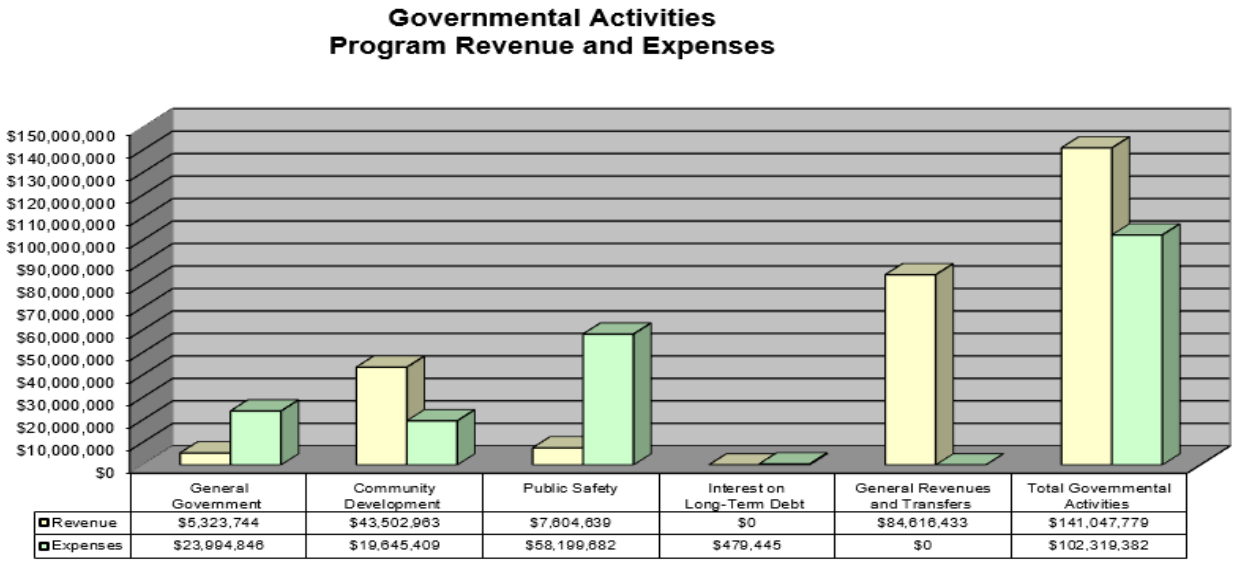


TABLE 4A—GOVERNMENTAL ACTIVITIES

	Revenue			Expenses			Net Cost		
Governmental Activities	**2018**	**2019**	**% of Chg**	**2018**	**2019**	**% of Chg**	**2018**	**2019**	**% of Chg**
GeneralGovernment	$6,106,368	$5,323,744	-12.8%	$19,885,751	$23,994,846	20.7%	($13,779,383)	($18,671,102)	35.5%
CommunityDevelopment	39,719,349	41,502,963	4.5%	29,404,226	19,645,409	-33.2%	10,315,123	21,857,554	111.9%
Public Safety	8,680,807	7,604,639	-12.4%	53,055,098	58,199,681	9.7%	(44,374,291)	(50,595,042)	14.0%
Interest on Long-Term Debt	-	-	-	323,872	479,445	48.0%	(323,872)	(479,445)	48.0%
Subtotal Governmental Activities	$54,506,524	$54,431,346	-0.1%	$102,668,947	$102,319,381	-0.3%	($48,162,423)	($47,888,035)	-0.6%
General Revenues and Transfers	77,657,852	84,616,433	9.0%	-	-	0.0%	77,657,852	84,616,433	9.0%
Total GovernmentalActivities	$132,164,376	$139,047,779	5.2%	$102,668,947	$102,319,381	-0.3%	$29,495,429	$36,728,398	24.5%

TABLE 4B—GOVERNMENTAL ACTIVITIES-PROGRAM AND GENERAL REVENUES

Revenues	**2018**	**2019**	**Increase / (Decrease)**	**CHG %**	**% of Total Revenue**
Program revenues					
Charge for Services	$31,132,755	$34,800,572	$3,667,817	11.8%	25%
Operating Grants and Contributions	$17,599,694	$12,996,451	($4,603,243)	-26.2%	9%
Capital Grants and Contributions	$5,774,075	$6,634,323	$860,248	14.9%	5%
General revenues:					
Property Taxes	$25,201,016	$29,311,614	4,110,598	16.3%	21%
Utility User Tax	$13,592,657	$13,035,913	(556,744)	-4.1%	9%
Sales Tax	$17,593,261	$22,603,061	5,009,800	28.5%	16%
Other Taxes	6,672,372	7,038,831	366,459	5.5%	5%
Other General Revenues	7,229,682	10,087,401	2,857,719	39.5%	7%
RUA Payments	2,742,000	2,742,000	-	0.0%	2%
Transfers	$3,963,598	($409,255)	(4,372,853)	110.3%	0%
Gain sale on property	$475,967	$19,002	(456,965)	-96.0%	0%
Payment from successor agency for reimbursement agreement	$187,299	$187,866	567	0.3%	0%
Total Revenue	$132,164,376	$139,047,779	$6,883,403	5.2%	100%

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BUSINESS-TYPE ACTIVITIES

Certain services provided by the City are funded by customer fees. Among these are the City's water, wastewater, airport, recreation, and cemetery services.

The increase in net position for business activities was approximately $4.4 million. The increase is a result of total expenses of business activities of $40.2 million coming in under program revenue of $43.6 million and general revenues and transfers totaling $0.9 million (discussed below).

The $43.6 million received in program revenues consists of $43.4 million in charge for services. This is a decrease of $1.3 million compared to last year, which is primarily attributable to water conservation efforts. These revenues are depicted in Chart 5.

Business-type transfers reported $0.9 million, decreased by $0.7 million from the prior fiscal year. The transfers were from land sales proceeds recorded in the Airport Fund in fiscal year 2018 as a result of its closure.

Wastewater revenues exceeded expenses by $6.0 million. The surplus is primarily a result of an increase in Sewer Collection Fee revenue and Sewer Treatment Fee revenue.

Fiscal year 2019 water revenues of $13.6 million exceeded expenses of $13.2 million.

CHART 5—BUSINESS-TYPE ACTIVITIES

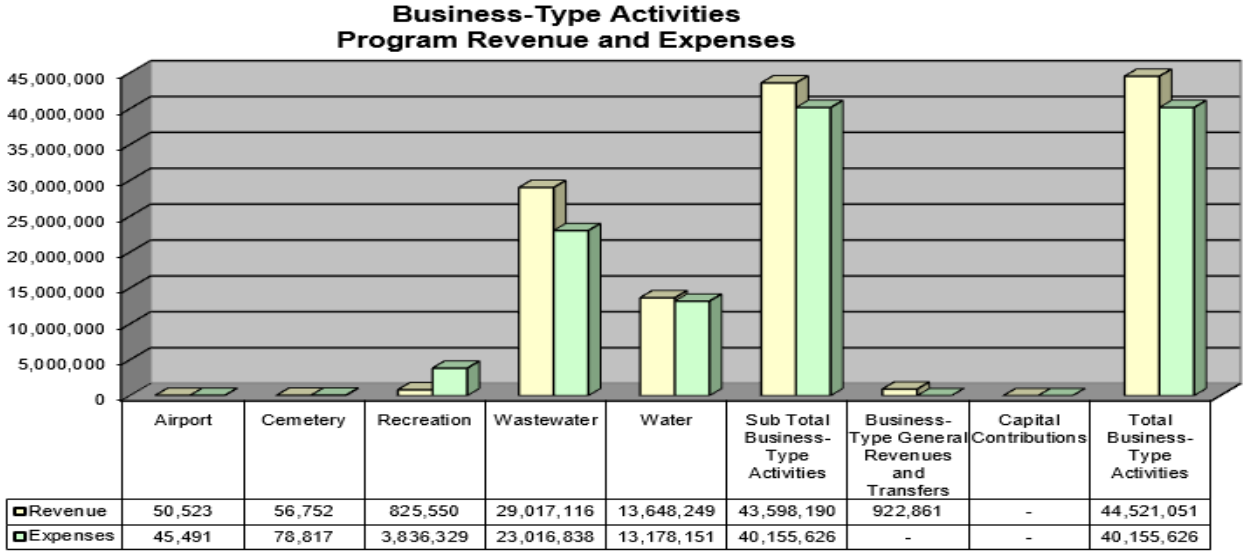


TABLE 5 – BUSINESS-TYPE ACTIVITIES

	Revenue			Expenses			Net Cost		
Business-Type Activities	**2018**	**2019**	**% of Chg**	**2018**	**2019**	**% of Chg**	**2018**	**2019**	**% of Chg**
Airport	$159,342	$50,523	-68.3%	$127,653	$45,491	-64.4%	$31,689	$5,032	-84.1%
Cemetery	46,319	56,752	22.5%	65,397	78,817	20.5%	(19,078)	(22,065)	-15.7%
Recreation	758,012	825,550	8.9%	3,456,616	3,836,329	11.0%	(2,698,604)	(3,010,779)	-11.6%
Wastewater	29,071,397	29,017,116	-0.2%	23,397,142	23,016,838	-1.6%	5,674,255	6,000,278	-5.7%
Water	14,856,800	13,648,249	-8.1%	13,832,547	13,178,151	-4.7%	1,024,253	470,098	54.1%
Sub Total Business-Type Activities	**$44,891,870**	**$43,598,190**	**-2.9%**	**$40,879,355**	**$40,155,626**	**-1.8%**	**$4,012,515**	**$3,442,564**	**14.2%**
Business-Type General Revenues and Transfers	1,674,779	922,861	-44.9%	-	-	0.0%	1,674,779	922,861	-44.9%
Capital Contributions	-	-	0.0%	-	-	0.0%	-	-	0.0%
Total Business-Type Activities	**$46,566,649**	**$44,521,051**	**-4.4%**	**$40,879,355**	**$40,155,626**	**-1.8%**	**$5,687,294**	**$4,365,425**	**23.2%**

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FINANCIAL ANALYSIS OF THE FUND STATEMENTS

The City uses fund accounting to assure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements. The types of Governmental funds reported by the City include the General Fund, Special Revenue Funds, Capital Project Funds, and Debt Service Funds. The fund statements provide information on near-term inflows, outflows and balances of spendable resources. These funds represent the reporting structure of the budget and interim council reports.

The City's governmental funds reported combined fund balances at June 30, 2019 of $201.5 million, which is an increase of $19.8 million from the previous fiscal year, consisting of $38.1 million increase in total assets and $17.6 million increase in total liabilities.

In accordance with the Governmental Accounting Standards Board (GASB) Statement No.54, Fund Balance Reporting and Governmental Fund Type Definitions, at June 30, 2019, the City's governmental funds' fund balances include the following classifications and balances based from the extent to which the City is bound to observe constraints imposed upon the use of resources reported in the governmental funds:

Non-spendable fund balance is the portion of net resources that cannot be spent because of their form of being a non-cash asset or a receivable. Non-spendable fund balance totaled $24.7 million, which represents 12% of total fund balance. This includes Prepaid items ($0.08 million), Deposits ($4.6 million), Advance to Other Funds ($18.8 million), Inventory ($0.05 million), and Property Held for Resale ($1.2 million).

Restricted fund balance is the portion of net resources that has external enforceable limitations on use; restrictions may be changed or lifted only with the consent of resource providers. Restricted fund balance totaled approximately $119.2 million, which accounts to 60% of total fund balance. Restrictions are in Debt Service ($0.7 million), Public Safety ($8.9 million) and Community Development ($109.5 million).

Assigned fund balance is the portion of net resources that have limitations resulting from intended use by the City Council or officials to which the City Council has delegated authority to assign amounts to be used for specific purposes. Assigned fund balance $14.3 million which comprises 6% of the total fund balance. Assigned fund balances are attributed to capital projects which require Council action to decrease or remove.

The unassigned fund balance includes all spendable amounts not contained in the other classifications. Unassigned fund balance totaled $43.4 million, which accounts for 22% of total fund balance. The General Fund unassigned balance of $44.0 million is available for contingencies, while the offsetting ($0.6) million deficit from non-major funds was attributed to grant reimbursements anticipated in the next fiscal year.

GENERAL FUND - FUND BALANCE ANALYSIS

The City's General Fund showed fund balance of $82.5 million reflected an increase of $9.5 million. Total assets were $119.5 million and total liabilities were $37.0 million as of June 30, 2019.

Revenues

For Fiscal Year 2019, General Fund revenues were $100.1 million, a growth of $12.7 million or 14.5% from the prior fiscal year (Table 6).

Taxes which is made up of property tax, sales tax, franchise tax and UUT increased by $8.4 million and makes up 66.8% of General Funds total revenue. Increases were from residual property tax receipts, and new shopping centers bringing in additional sales tax revenues. *Licenses and permits* slightly increased by $0.2 million from the prior fiscal year. *Fines and forfeitures* had a slight decline of $0.1 million and comprises less than 1 percent of total General Fund revenue. *Use of money and property* increased to $3.3 million due to investment gains in the current fiscal year. *Revenue from Other Agencies* decreased by $4.2 million due to a $1.2 million county reimbursement from last year and a reduction of $3.3 million in state local assistance revenue. *Charges for services* increased by $2.9 million mainly due to increased development agreement revenue, it makes up 11.7% of general fund's total revenue. *Other* revenue increased by $2.8 million due to a one-time receipt from San Bernardino Valley Municipal Water pertaining to a settlement agreement.

Expenditures

For Fiscal Year 2019, General Fund expenditures were $86.4 million, an increase of $3.5 million or 4.2% from the prior fiscal year (Table 7).

General government decreased by $1.5 million mainly due to OPEB contributions made in the prior fiscal year. *Public safety* increased by 1.9% or $0.9 million and makes up 54.2% of General Fund's total expenditures. *Community development* increased from $7.9 million to $9.6 million, mainly attributed to increased contract services expense. Capital outlay increased by 43.5% or $2.1 million due to property acquired from the County of San Bernardino.

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TABLE 6 – GENERAL FUND REVENUES

Revenues	2018	2019	Increase / (Decrease)	CHG %	% of Total Revenue
Taxes	$58,442,946	$66,888,344	$8,445,398	14.5%	66.8%
Licenses and Permits	5,324,291	5,489,889	165,598	3.1%	5.5%
Fines and Forfeitures	690,784	542,765	(148,019)	-21.4%	0.5%
Use of Money and Property	(368,577)	3,296,456	3,665,033	-994.4%	3.3%
Revenue from Other Agencies	9,973,520	5,758,792	(4,214,728)	-42.3%	5.8%
Charges for Services	8,750,006	11,671,434	2,921,428	33.4%	11.7%
RUA Lease Payments	2,000,000	2,000,000	-	0.0%	2.0%
Reimbursement from Successor Agency	978,716	-	(978,716)	-100.0%	0.0%
Other	1,589,197	4,438,756	2,849,559	179.3%	4.4%
			-		
Total Revenue	$87,380,883	$100,086,436	$12,705,553	14.5%	100%

TABLE 7 – GENERAL FUND EXPENDITURES

Expenditures	2018	2019	Increase / (Decrease)	CHG %	% of Total Expenditures
General Government	$16,549,072	$15,068,819	($1,480,253)	-8.9%	17.4%
Public Safety	53,280,014	54,270,094	990,080	1.9%	62.8%
Community Development	7,911,202	9,643,504	1,732,302	21.9%	11.2%
Capital Outlay	4,867,692	6,984,689	2,116,997	43.5%	8.1%
Debt Service	317,553	434,359	116,806	36.8%	0.5%
			-		
Total Expenditures	$82,925,533	$86,401,465	$3,475,932	4.2%	100%

CAPITAL PROJECTS FUND— FUND BALANCE ANALYSIS

The Capital Projects Fund accounts for financial transactions of general capital improvements. It is one of the three major funds included in the City's Comprehensive Annual Financial Report for June 30, 2019. The fund balance of $17.2 million reflected a decrease of $1.5 million from the prior fiscal year. Total assets were $17.3 million and total liabilities were $0.05 million.

Revenues and Expenditures

For fiscal year 2019, Capital Projects Fund revenues were at $0.2 million, a decline of $0.7 million from the prior fiscal year.

For fiscal year 2019, Capital Projects Fund expenditures were at $5.4 million compared to last year's $12 million, a $6.6 million decrease due to the energy conservation project in the prior fiscal year.

PARK DEVELOPMENT FUND— FUND BALANCE ANALYSIS

The Park Development Fund accounts for development fees collected and used for the acquisition of parklands and the construction of new and expansions of park facilities. The fund balance of $3.8 million reflected an decrease of $1.1 million from the prior fiscal year. Total assets increased from $6.0 million to $21.6 million in fiscal year 2019. Total liabilities also increased in fiscal year 2019 from $1.1 million to $17.8 million. Increase in both assets and labilities were due to an advance from the General Fund for the construction of Frisbie Park.

Revenues and Expenditures

For fiscal year 2019, Park Development Fund revenues were at $0.3 million, a decline of $0.6 million from the prior fiscal year.

For fiscal year 2019, Park Development Fund expenditures were at $2.3 million compared to last year's $7.4 million, a $5.1 million decrease due to land acquired in fiscal year 2018 for the Baca-Turch Park and construction of Joe Sampson Park.

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GENERAL FUND BUDGETARY HIGHLIGHTS

The City's Final Budget differs from the Adopted Budget as a result of carry-forward appropriations from prior year encumbrances, supplemental revenues, and appropriations approved by Council throughout the fiscal year.

Actual expenditures were $8.3 million lower than the final budget amounts.

Capital outlay expenditures were less than the budgeted appropriations by $2.2 million due to several capital projects/purchases that were not completed or purchased by the end of fiscal year 2019. These included Public Safety, Public Works, and General budget for vehicles and equipment, City maintenance projects for park improvements, and City owned buildings which were all carried over to fiscal year 2020.

General Government expenditures were less than the budgeted appropriations by $4.9 million, mostly due to salary savings.

Public Safety expenditures were less than the budgeted appropriations by $0.7 million and can be attributed to savings in contract services.

Actual revenues received exceeded the budget by $7.4 million. Taxes were $5.3 million over appropriations, and Use of money and property were $2.5 million over appropriations.

TABLE 8 – FY 2018-19 GENERAL FUND BUDGETARY COMPARISON

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 60,243,560	$ 61,608,731	$ 66,888,344	$ 5,279,613
Licenses and Permits	5,222,700	5,222,700	5,489,889	267,189
Fines and Forfeitures	551,100	551,100	542,765	(8,335)
Use of Money and Property	762,700	762,700	3,296,456	2,533,756
Revenue from Other Agencies	5,678,340	5,678,340	5,758,792	80,452
Charges for Services	10,975,600	15,178,250	11,671,434	(3,506,816)
RUA Lease Payments	2,000,000	2,000,000	2,000,000	-
Other	1,687,140	1,687,140	4,438,756	2,751,616
Total Revenues	87,121,140	92,688,961	100,086,436	7,397,475
EXPENDITURES				
Current:				
General Government	19,015,376	19,986,150	15,068,819	4,917,331
Public Safety	54,354,040	54,945,576	54,270,094	675,482
Community Development	9,505,445	10,565,643	9,643,504	922,139
Capital Outlay	66,835	9,215,388	6,984,689	2,230,699
Debt Service:				
Principal Retirement	-	-	133,413	(133,413)
Interest and Fiscal Charges	-	-	300,946	(300,946)
Total Expenditures	82,941,696	94,712,757	86,401,465	8,311,292
Excess (Deficiency) of Revenues over Expenditures	4,179,444	(2,023,796)	13,684,971	15,708,767
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets	-	-	19,002	19,002
Transfers In	4,372,700	4,384,200	66,092,173	61,707,973
Transfers Out	(8,182,825)	(25,772,820)	(70,277,750)	(44,504,930)
Total Other Financing Sources (Uses)	(3,810,125)	(21,388,620)	(4,166,575)	17,222,045
Net Change in Fund Balance	369,319	(23,412,416)	9,518,396	32,930,812
Fund Balance - Beginning of Year	72,980,787	72,980,787	72,980,787	-
Fund Balance - End of Year	$ 73,350,106	$ 49,568,371	$ 82,499,183	$ 32,930,812

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CAPITAL ASSET & DEBT ADMINISTRATION

CAPITAL ASSETS

As of June 30, 2019, the City had $363 million in capital assets, including land and land improvements, construction in progress, buildings, vehicles, police and fire equipment, improvements, water and wastewater transmissions and distribution systems, and infrastructure.

Total Capital Assets increased by $38.1 million. This increase included construction in progress totaling $55.1 million, infrastructure of $5.9 million and an increase in "Other Improvements" of $5 million. The increase in capital assets was offset by a $10.3 million increase in accumulated depreciation.

Some of the major capital projects from the Capital Improvement Plan that were completed in fiscal year 2019 were:

Street Related Projects

- Miro Way Extension
- McWethy & Sandalwood Street Improvements
- Pilot Median Landscape Improvement

Non-Transportation related projects

- Community Center Rehab
- Bud Bender and Frisbee Park Field Lights
- Digester No. 1 Lid Installation

Some major capital projects under construction at the end of fiscal year 2019 and expected to be completed by the next fiscal year are:

- SR2S Cycle 10 Cedar Improvements
- Riverside Ave / I-10 Interchange Landscape
- Alder Widening

Other major projects that are in Design, Environmental and Right of Way Acquisition Phases are:

- Community Garden Expansion
- Valley Widening at Spruce/Cactus/Pomona
- Frisbie Park
- Riverside & UPRR Bridge Widening

Additional information pertaining to the City's capital assets can be found in Note 7 in the Notes to the Basic Financial Statements.

TABLE 9 – CAPITAL ASSETS

CITY OF RIALTO
Capital Assets

	GOVERNMENTAL ACTIVITES		BUSINESS-TYPE ACTIVITES		TOTAL PRIMARY GOVERNMENT		TOTAL % CHANGE
	2018	2019	2018	2019	2018	2019	
LAND	$69,194,205	$74,058,111	$1,767,770	$1,767,770	$70,961,975	$75,825,881	7%
LAND EASEMENTS	7,086,730	7,086,730	-	-	7,086,730	7,086,730	0%
LAND IMPROVEMENTS	32,822	39,159	7,374,830	7,374,830	7,407,652	7,413,989	0%
CONSTRUCTION IN PROGRESS	24,349,453	35,611,486	3,982,901	19,479,036	28,332,354	55,090,522	94%
BUILDINGS	30,081,800	30,081,800	2,336,314	2,336,314	32,418,114	32,418,114	0%
OTHER IMPROVEMENTS	48,127,792	53,174,760	-	-	48,127,792	53,174,760	10%
DISTRIBUTION SYSTEMS	-	-	77,331,140	80,414,064	77,331,140	80,414,064	4%
WASTEWATER TRMT PLANT	-	-	67,976,915	67,976,915	67,976,915	67,976,915	0%
MACHINERY AND EQUIP.	3,478,024	4,064,860	-	-	3,478,024	4,064,860	17%
INFRASTRUCTURE	200,782,264	206,657,692	-	-	200,782,264	206,657,692	3%
VEHICLES	13,392,085	15,554,895	-	-	13,392,085	15,554,895	16%
OFFICE FURN, COMPUTERS, EQUIP.	3,664,754	3,677,997	1,016,155	1,016,155	4,680,909	4,694,152	0%
	$400,189,929	$430,007,490	$161,786,025	$180,365,084	$561,975,954	$610,372,574	
ACCUMULATED DEPRECIATION	(166,037,441)	(173,137,820)	(71,076,559)	(74,263,051)	(237,114,000)	(247,400,871)	4%
TOTAL CAPITAL ASSETS	**$234,152,488**	**$256,869,670**	**$90,709,466**	**$106,102,033**	**$324,861,954**	**$362,971,703**	**12%**

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LONG TERM DEBT

At June 30, 2018 and 2019 respectively, the City had $364.6 million and $357.8 million in long-term debt outstanding. Net pension liability decreased $10 million in 2019. The Margin Loan in the amount of $3.6 million was refinanced in 2019. The City's long-term debt consists of debt with concessionaire, certificates of participation and other equipment financing, notes payable and advances, due to other governments, compensated absences, claims payable, other post-employment benefits and net pension liability as shown below in Table 10.

Additional information pertaining to the City's long-term liabilities can be found in Note 9, 11 and 12 in the Notes to the Basic Financial Statements.

TABLE 10 –OUTSTANDING DEBT

CITY OF RIALTO
OUTSTANDING DEBT

	GOVERNMENTAL ACTIVITES		BUSINESS-TYPE ACTIVITES		TOTAL PRIMARY GOVERNMENT		TOTAL % CHANGE
	2018	2019	2018	2019	2018	2019	
DEBT WITH CONCESSIONAIRE	-	-	$158,741,386	$156,499,210	$158,741,386	$156,499,210	-1%
CERTIFICATES OF PARTICIPATION	$1,015,000	775,000	-	-	1,015,000	775,000	-24%
CAPITAL LEASE	8,442,551	11,795,691	-	-	8,442,551	11,795,691	40%
NOTES PAYABLE /ADVANCES	1,162,000	2,732,000	-	-	1,162,000	2,732,000	135%
DUE TO OTHER GOVERNMENTS	-	-	383,555	383,555	383,555	383,555	0%
MARGIN LOAN	3,627,382	-	-	-	3,627,382	-	0%
COMPENSATED ABSENCES	7,469,585	8,031,322	72,074	100,524	7,541,659	8,131,846	8%
CLAIMS PAYABLE	13,289,207	15,777,954	-	-	13,289,207	15,777,954	19%
OTHER POST-EMPLOYMENT BENEFITS	38,425,899	39,646,634	1,551,520	1,670,497	39,977,419	41,317,131	3%
NET PENSION LIABILITY	125,376,752	115,551,094	5,062,391	4,868,705	130,439,143	120,419,799	-8%
	$198,808,376	$194,309,695	$165,810,926	$163,522,491	$364,619,302	$357,832,186	-2%

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have any questions about this report or need additional information, contact the Finance Department, 150 S. Palm Avenue, Rialto, California 92376; (909) 820-2544, or visit us online at yourrialto.com.

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BASIC FINANCIAL STATEMENTS

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City of Rialto, California
Statement of Net Position
June 30, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Investments	$ 231,853,451	$ 24,327,869	$ 256,181,320
Accounts Receivable, Net	4,599,640	4,436,454	9,036,094
Interest Receivable	600,210	75,539	675,749
Unbilled Receivables	-	3,194,723	3,194,723
Prepaid Items	8,440	34,714	43,154
Loans and Notes Receivable	50,059,725	661,857	50,721,582
Allowance for Uncollectible Notes	(47,207,175)	-	(47,207,175)
Due from Other Governments	7,013,326	2,666	7,015,992
Due from Successor Agency	946,459	-	946,459
Internal Balances	2,042,815	(2,042,815)	-
Deposit	4,678,056	-	4,678,056
Inventory	82,821	5,600,462	5,683,283
Property Held for Resale	1,201,369	-	1,201,369
Concessionaire Receivable	-	22,102,619	22,102,619
Restricted Assets:			
Cash and Investments in Trust	-	22,453,155	22,453,155
Cash and Investments with Fiscal Agent	10,288,382	-	10,288,382
Capital Assets:			
Not Being Depreciated	116,756,327	21,246,806	138,003,133
Being Depreciated	140,113,343	84,855,227	224,968,570
Total Assets	523,037,189	186,949,276	709,986,465
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related Items	23,551,402	992,331	24,543,733
OPEB Related Items	610,189	25,709	635,898
Deferred Loss on Refunding, Net of Accum. Amort.	5,218	-	5,218
Total Deferred Outflows of Resources	24,166,809	1,018,040	25,184,849

Continued

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City of Rialto, California
Statement of Net Position - Continued
June 30, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Accounts Payable and Accrued Liabilities	$ 10,032,213	$ 7,252,048	$ 17,284,261
Due to Other Governments	2,692,360	383,555	3,075,915
Due to Successor Agency	48,840	-	48,840
Deposits	112,694	1,637,916	1,750,610
Unearned Revenue	32,992,278	9,968	33,002,246
Accrued Interest Payable	40,744	-	40,744
Long-term Liabilities:			
Due Within One Year	5,064,049	2,444,351	7,508,400
Due in More Than One Year:			
Long-term Obligations	34,047,918	154,154,383	188,202,301
Net Pension Liability	115,551,094	4,868,705	120,419,799
Net OPEB Liability	39,646,634	1,670,497	41,317,131
Total Liabilities	240,228,824	172,421,423	412,650,247
DEFERRED INFLOWS OF RESOURCES			
Pension Related Items	8,938,471	376,619	9,315,090
OPEB Related Items	1,698,226	72,414	1,770,640
Total Deferred Inflows of Resources	10,636,697	449,033	11,085,730
NET POSITION			
Net Investment in Capital Assets	241,566,979	106,102,033	347,669,012
Restricted for:			
Community Development	109,539,370	-	109,539,370
Public Safety	8,932,486	-	8,932,486
Debt Service	705,643	-	705,643
Water and Wastewater Capital Projects	-	22,453,155	22,453,155
Other	-	320,915	320,915
Unrestricted	(64,406,001)	(113,779,243)	(178,185,244)
Total Net Position	$ 296,338,477	$ 15,096,860	$ 311,435,337

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City of Rialto, California
Statement of Activities
Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities:				
General Government	$ 23,994,846	$ 4,173,279	$ 1,150,465	$ -
Community Development	19,645,409	26,778,267	8,772,561	5,952,135
Public Safety	58,199,681	3,849,026	3,073,425	682,188
Interest on Long-term Debt	479,445	-	-	-
Total Governmental Activities	102,319,381	34,800,572	12,996,451	6,634,323
Business-type Activities:				
Water	13,178,151	13,648,249	-	-
Wastewater	23,016,838	28,813,463	-	203,653
Airport	45,491	50,523	-	-
Cemetery	78,817	56,752	-	-
Recreation and Community Service	3,836,329	825,550	-	-
Total Business-type Activities	40,155,626	43,394,537	-	203,653
Total Primary Government	$ 142,475,007	$ 78,195,109	$ 12,996,451	$ 6,837,976
General Revenues:				
Taxes:				
Property Taxes				
Franchise Taxes				
Utility Users Taxes				
Business License Taxes				
State Shared Revenue:				
Sales and Use Tax				
Vehicle License Fees				
Income for Property and Investments				
RUA Lease Payments				
RUA Contract Payments				
Gain on Sale of Property				
Payment from Successor Agency for Reimbursement Agreement				
Other General Revenue				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
Net Position - Beginning of Year				
Net Position - End of Year				

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Net Revenues (Expense) and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (18,671,102)	$ -	$ (18,671,102)
21,857,554	-	21,857,554
(50,595,042)	-	(50,595,042)
(479,445)	-	(479,445)
(47,888,035)	-	(47,888,035)
-	470,098	470,098
-	6,000,278	6,000,278
-	5,032	5,032
-	(22,065)	(22,065)
-	(3,010,779)	(3,010,779)
-	3,442,564	3,442,564
(47,888,035)	3,442,564	(44,445,471)
29,311,614	20	29,311,634
3,962,647	-	3,962,647
13,035,913	-	13,035,913
3,024,804	-	3,024,804
22,603,061	-	22,603,061
51,380	-	51,380
5,175,470	478,837	5,654,307
2,000,000	(2,000,000)	-
742,000	-	742,000
19,002	1,429,037	1,448,039
187,866	-	187,866
4,911,931	605,712	5,517,643
(409,255)	409,255	-
84,616,433	922,861	85,539,294
36,728,398	4,365,425	41,093,823
259,610,079	10,731,435	270,341,514
$ 296,338,477	$ 15,096,860	$ 311,435,337

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City of Rialto, California
Balance Sheet
Governmental Funds
June 30, 2019

	General Fund	Special Revenue Fund Park Development	Capital Projects Fund Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Investments	$ 84,002,253	$ 21,512,328	$ 10,081,499	$ 98,404,616	$ 214,000,696
Accounts Receivable, Net	3,456,795	-	-	1,142,845	4,599,640
Interest Receivable	214,419	38,913	24,101	265,571	543,004
Prepaid Items	4,810	-	-	3,630	8,440
Deposits	4,678,056	-	-	-	4,678,056
Loans Receivable	-	-	-	3,532,875	3,532,875
Notes Receivable	-	-	-	46,526,850	46,526,850
Allowance for Uncollectible Loans and Notes	-	-	-	(47,207,175)	(47,207,175)
Due from Other Governments	5,774,535	-	-	1,166,548	6,941,083
Due from Other Funds	1,425,581	-	-	-	1,425,581
Due from Successor Agency	220,390	-	-	724,644	945,034
Advances to Other Funds	18,799,195	-	-	-	18,799,195
Inventory	50,365	-	-	-	50,365
Property Held for Developement	719,969	-	-	481,400	1,201,369
Restricted Assets:					
Cash and Investments	185,383	-	7,160,787	2,942,212	10,288,382
Total Assets	$ 119,531,751	$ 21,551,241	$ 17,266,387	$ 107,984,016	$ 266,333,395
LIABILITIES					
Accounts Payable and Accrued Liabilities	$ 3,658,021	$ 298,901	$ 52,427	$ 5,490,230	$ 9,499,579
Deposits	102,694	-	-	10,000	112,694
Due to Other Governments	-	-	-	2,692,360	2,692,360
Due to Successor Agency	-	-	-	48,840	48,840
Advances from Other Funds	-	17,499,195	-	-	17,499,195
Unearned Revenues	32,992,278	-	-	-	32,992,278
Due to Other Funds	230,364	-	-	527,522	757,886
Total Liabilities	36,983,357	17,798,096	52,427	8,768,952	63,602,832
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenues	49,211	-	-	1,144,327	1,193,538
Total Deferred Inflows of Resources	49,211	-	-	1,144,327	1,193,538
FUND BALANCES					
Nonspendable:					
Prepaid Items	4,810	-	-	3,630	8,440
Deposits	4,678,056	-	-	-	4,678,056
Advances to Other Funds	18,799,195	-	-	-	18,799,195
Inventory	50,365	-	-	-	50,365
Property Held for Development	719,969	-	-	481,400	1,201,369
Restricted for:					
Debt Service	-	-	-	705,643	705,643
Public Safety	-	-	-	8,932,486	8,932,486
Community Development	-	3,753,145	17,213,960	88,572,265	109,539,370
Assigned for:					
Capital Projects	14,268,248	-	-	-	14,268,248
Unassigned	43,978,540	-	-	(624,687)	43,353,853
Total Fund Balances	82,499,183	3,753,145	17,213,960	98,070,737	201,537,025
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 119,531,751	$ 21,551,241	$ 17,266,387	$ 107,984,016	$ 266,333,395

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
June 30, 2019

Fund Balances of Governmental Funds	$ 201,537,025
Amounts reported for Governmental Activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet:	
Capital Assets	430,007,490
Accumulated Depreciation	(173,137,820)
Less: Internal Service Funds Capital Assets	(249,604)
Internal service funds are used by management to account for goods and services provided by one City department to other City departments. Assets, liabilities, and deferred outflows and inflows of resources of the internal service funds are included in governmental activities in the Statement of Net Position:	338,783
Accrued interest is not due and payable in the current period and, therefore, is not reported in the governmental funds.	(40,744)
Certain revenues in the governmental funds are reported as deferred inflows of resources, unavailable revenues, because they are not collected within the prescribed time period after year-end. However, the revenues are included on the accrual basis used in the government-wide statements.	1,193,538
Deferred losses on refunding, net of accumulated amortization for long-term debt issuance are not reported in the governmental funds.	5,218
Pension and OPEB related debt applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Deferred outflows of resources and deferred inflows of resources related to pensions and OPEB are only reported in the Statement of Net Position as the changes in these amount, effects only the government-wide statements for governmental activities (excludes internal service funds amounts included above):	
Deferred Outflows of Resources - Pension Related	23,307,202
Deferred Inflows of Resources - Pension Related	(8,845,790)
Net Pension Liability	(114,352,969)
Deferred Outflows of Resources - OPEB Related	603,862
Deferred Inflows of Resources - OPEB Related	(1,680,617)
Net OPEB Liability	(39,235,546)
Long-term liabilities applicable to the City governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities.	
Long-term Liabilities	(39,111,967)
Less: Internal Service Funds Long-term Liabilities Included Above	16,000,416
Net Position of Governmental Activities	$ 296,338,477

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2019

	General Fund	Special Revenue Fund Park Development	Capital Projects Fund Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 66,888,344	$ -	$ -	$ 2,036,784	$ 68,925,128
Licenses and Permits	5,489,889	-	-	-	5,489,889
Fines and Forfeitures	542,765	-	-	-	542,765
Use of Money and Property	3,296,456	178,182	190,220	1,510,612	5,175,470
Revenue from Other Agencies	5,758,792	-	-	15,455,705	21,214,497
Charges for Services	11,671,434	134,817	-	154,896	11,961,147
Development Impact Fees	-	-	-	14,941,991	14,941,991
RUA Lease Payments	2,000,000	-	-	-	2,000,000
Reimbursement from Successor Agency for Expenditures	-	-	-	566,570	566,570
Other	4,438,756	-	-	398,144	4,836,900
Payment from Successor Agency of Bond Proceeds	-	-	-	187,866	187,866
Total Revenues	100,086,436	312,999	190,220	35,252,568	135,842,223
EXPENDITURES					
Current:					
General Government	15,068,819	-	-	1,145,922	16,214,741
Public Safety	54,270,094	-	-	241,562	54,511,656
Community Development	9,643,504	46	89,617	3,529,889	13,263,056
Capital Outlay	6,984,689	2,346,070	5,288,815	17,171,597	31,791,171
Debt Service:					
Principal Retirement	133,413	-	-	4,321,570	4,454,983
Interest and Fiscal Charges	300,946	-	-	159,616	460,562
Costs of Debt Issuance	-	-	-	23,901	23,901
Total Expenditures	86,401,465	2,346,116	5,378,432	26,594,057	120,720,070
Excess of Revenues Over (Under) Expenditures	13,684,971	(2,033,117)	(5,188,212)	8,658,511	15,122,153
OTHER FINANCING SOURCES (USES)					
Proceeds from Sale of Capital Assets	19,002	-	-	-	19,002
Proceeds from Loan	-	-	-	5,556,613	5,556,613
Transfers In	66,092,173	931,695	3,644,705	62,488,261	133,156,834
Transfers Out	(70,277,750)	-	-	(63,763,339)	(134,041,089)
Total Other Financing Sources (Uses)	(4,166,575)	931,695	3,644,705	4,281,535	4,691,360
Net Change in Fund Balances	9,518,396	(1,101,422)	(1,543,507)	12,940,046	19,813,513
Fund Balances, Beginning of Year	72,980,787	4,854,567	18,757,467	85,130,691	181,723,512
Fund Balances, End of Year	$ 82,499,183	$ 3,753,145	$ 17,213,960	$ 98,070,737	$ 201,537,025

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended June 30, 2019

Net Change in Fund Balances - Total Governmental Funds	$	19,813,513
Amounts reported for Governmental Activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense. These are the amounts by which capital expense and capital contributions exceeded depreciation in the current period.		
Capital Expenditures (excludes Internal Service Funds amount of $6,996)		27,111,141
Contributed Capital		2,880,518
Depreciation expense (excludes Internal Service Funds amount of $86,492)		(7,222,037)
The issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal consumes the current financial resources of the governmental funds. Issuance of long-term debt is an other financing source and principal payments are an expenditure in governmental funds, but the issuance increases long-term liabilities and the repayment reduces long-term liabilities in the Statement of Net Position.		
Principal Payments		4,469,655
Loan Proceeds		(2,000,000)
Capital Lease Proceeds		(3,556,613)
Deferred loss on refunding is an expenditure in the governmental funds, but these costs are reported as a deferred outflow of resources on the Statement of Net Position. This is the total amortization of the deferred loss on refunding in the current period.		(2,611)
Pension and OPEB expenses reported in the governmental funds includes the annual required contributions. In the Statement of Activities, pension expense includes the change in the Net Pension Liability and Net OPEB Liability and related changes in pension and OPEB amounts for deferred outflows of resources and deferred inflows of resources.		(2,386,022)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in Accrued Interest Payable		(16,272)
Change in Compensated Absences		(532,276)
Revenues in the Statement of Activities that do not meet the "availability" criteria for revenue recognition are reported as deferred inflows of resources, unavailable revenues, in the governmental funds. This is the change in deferred inflows of resources, unavailable revenues, from the prior year.		(478,247)
The net expense of activities of internal service funds is reported within governmental activities.		(1,352,351)
Change in Net Position of Governmental Activities	$	36,728,398

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Statement of Net Position
Proprietary Funds
June 30, 2019

	Business-type Activities Enterprise Funds		
	Water	Wastewater	Airport
ASSETS			
Current Assets:			
Cash and Investments	$ 2,292,979	$ 20,735,769	$ 445,641
Accounts Receivable, Net	1,139,871	3,278,900	7,871
Interest Receivable	30,216	45,323	-
Unbilled Receivables	927,065	2,267,658	-
Due from Other Governments	-	-	-
Prepaid Items	-	-	-
Due from Other Funds	56,568	173,796	-
Due from Successor Agency	-	-	-
Inventory	-	-	5,600,462
Restricted Assets:			
Cash and Investments in Trust	8,239,810	14,213,345	-
Total Current Assets	12,686,509	40,714,791	6,053,974
Noncurrent Assets:			
Advances to Other Funds	-	3,000,000	-
Notes Receivable	292,598	369,259	-
Concessionaire Receivable	7,493,096	14,609,523	-
Capital Assets:			
Not Being Depreciated	3,088,493	18,158,313	-
Being Depreciated (Net of Accumulated Depreciation)	22,815,000	62,032,841	-
Total Noncurrent Assets	33,689,187	98,169,936	-
Total Assets	46,375,696	138,884,727	6,053,974
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related Items	110,515	155,590	-
OPEB Related Items	1,371	5,523	-
Total Deferred Outflows of Resources	111,886	161,113	-
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	1,918,536	5,222,752	332
Deposits	942,683	694,233	1,000
Unearned Revenue	-	8,602	1,366
Due to Other Funds	275,127	698,052	-
Claims Payable, Current	-	-	-
Compensated Absences, Current	4,756	3,919	-
Other Long-term Liabilities, Current	738,732	1,687,525	-
Total Current Liabilities	3,879,834	8,315,083	2,698
Long-Term Liabilities:			
Due to Other Governments	-	383,555	-
Advances from Other Funds	4,300,000	-	-
Claims Payable	-	-	-
Compensated Absences	22,371	17,152	-
Net Pension Liability	566,063	739,536	-
Net OPEB Liability	197,227	250,736	-
Other Long-term Liabilities	33,603,302	120,468,651	-
Total Long-term Liabilities	38,688,963	121,859,630	-
Total Liabilities	42,568,797	130,174,713	2,698
DEFERRED INFLOWS OF RESOURCES			
Pension Related Items	45,827	55,168	-
OPEB Related Items	7,017	12,321	-
Total Deferred Inflows of Resources	52,844	67,489	-
NET POSITION			
Net Investment in Capital Assets	25,903,493	80,191,154	-
Restricted	8,239,810	14,213,345	-
Unrestricted	(30,277,362)	(85,600,861)	6,051,276
Total Net Position	$ 3,865,941	$ 8,803,638	$ 6,051,276

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

Business-type Activities Enterprise Funds		Governmental Activities
Other Enterprise Funds	Totals	Internal Service Funds
$ 853,480	$ 24,327,869	$ 17,852,755
9,812	4,436,454	-
-	75,539	57,206
-	3,194,723	-
2,666	2,666	72,243
34,714	34,714	-
-	230,364	75,120
-	-	1,425
-	5,600,462	32,456
-	22,453,155	-
900,672	60,355,946	18,091,205
-	3,000,000	-
-	661,857	-
-	22,102,619	-
-	21,246,806	-
7,386	84,855,227	249,604
7,386	131,866,509	249,604
908,058	192,222,455	18,340,809
726,226	992,331	244,200
18,815	25,709	6,327
745,041	1,018,040	250,527
110,428	7,252,048	532,634
-	1,637,916	-
-	9,968	-
-	973,179	-
-	-	2,840,031
9,419	18,094	21,908
-	2,426,257	27,300
119,847	12,317,462	3,421,873
-	383,555	-
-	4,300,000	-
-	-	12,937,923
42,907	82,430	99,804
3,563,106	4,868,705	1,198,125
1,222,534	1,670,497	411,088
-	154,071,953	73,450
4,828,547	165,377,140	14,720,390
4,948,394	177,694,602	18,142,263
275,624	376,619	92,681
53,076	72,414	17,609
328,700	449,033	110,290
7,386	106,102,033	148,854
320,915	22,774,070	-
(3,952,296)	(113,779,243)	189,929
$ (3,623,995)	$ 15,096,860	$ 338,783

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
Year Ended June 30, 2019

	Business-type Activities Enterprise Funds		
	Water	Wastewater	Airport
OPERATING REVENUES			
Charges for Services	$ 13,648,249	$ 28,813,463	$ 50,523
Total Operating Revenues	13,648,249	28,813,463	50,523
OPERATING EXPENSES			
Cost of Sales and Services	6,565,764	9,509,673	-
Administration	3,564,127	30,491	45,491
Depreciation and Amortization	843,253	2,342,857	-
Total Operating Expenses	10,973,144	11,883,021	45,491
Operating Income (Loss)	2,675,105	16,930,442	5,032
NONOPERATING REVENUES (EXPENSES)			
Investment Income	277,170	194,208	-
Interest Expense	(2,205,007)	(11,133,817)	-
RUA Lease Payments	(530,855)	(1,469,145)	-
Other Income (Expense)	575,086	10,860	-
Aircraft Property Taxes	-	-	20
Gain on Sale of Property	-	-	1,429,037
Total Nonoperating Revenues (Expenses)	(1,883,606)	(12,397,894)	1,429,057
Income (Loss) Before Capital Contributions and Transfers	791,499	4,532,548	1,434,089
Capital Contributions	-	203,653	-
Transfers In	-	-	-
Transfers Out	-	-	(2,386,648)
Change in Net Position	791,499	4,736,201	(952,559)
Total Net Position - Beginning of Year	3,074,442	4,067,437	7,003,835
Total Net Position - End of Year	$ 3,865,941	$ 8,803,638	$ 6,051,276

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

Business-type Activities Enterprise Funds		Governmental Activities
Other Enterprise Funds	Totals	Internal Service Funds
$ 882,302	$ 43,394,537	$ 8,097,164
882,302	43,394,537	8,097,164
2,050,502	18,125,939	10,114,780
1,864,262	5,504,371	-
382	3,186,492	66,429
3,915,146	26,816,802	10,181,209
(3,032,844)	16,577,735	(2,084,045)
7,459	478,837	261,946
-	(13,338,824)	(5,252)
-	(2,000,000)	-
19,766	605,712	-
-	20	-
-	1,429,037	-
27,225	(12,825,218)	256,694
(3,005,619)	3,752,517	(1,827,351)
-	203,653	-
2,801,668	2,801,668	475,000
(5,765)	(2,392,413)	-
(209,716)	4,365,425	(1,352,351)
(3,414,279)	10,731,435	1,691,134
$ (3,623,995)	$ 15,096,860	$ 338,783

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2019

	Business-type Activities Enterprise Funds	
	Water	Wastewater
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers	$ 15,187,676	$ 39,569,186
Cash Payments to Suppliers for Services	(9,929,774)	(7,805,889)
Cash Payments to Employees for Services	-	-
Net Cash Provided (Used) by Operating Activities	5,257,902	31,763,297
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash Received from Other Funds	-	-
Cash Paid to Other Funds	13,224	178,339
Aircraft Property Taxes	-	-
RUA Lease Payment	(530,855)	(1,469,145)
Net Cash Provided (Used) by Noncapital Financing Activities	(517,631)	(1,290,806)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of Capital Assets	(3,950,162)	(14,425,243)
Proceeds from Sale of Property	-	-
Principal Paid on Capital Debt	(694,994)	(1,548,183)
Interest Paid on Capital Debt	(2,205,007)	(11,133,817)
Net Cash Provided (Used) by Capital and Related Financing Activities	(6,850,163)	(27,107,243)
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment Income	264,886	175,793
Net Cash Provided (Used) by Investing Activities	264,886	175,793
Net Increase (Decrease) in Cash and Cash Equivalents	(1,845,006)	3,541,041
Cash and Cash Equivalents - Beginning of the Year	12,377,795	31,408,073
Cash and Cash Equivalents - End of the Year	$ 10,532,789	$ 34,949,114

The accompanying notes are an integral part of this statement.

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for DISCUSSION PURPOSES ONLY

Business-type Activities Enterprise Funds			Governmental Activities
Airport	Other Enterprise Funds	Totals	Internal Service Fund
$ 52,935	$ 879,192	$ 55,688,989	$ 8,117,423
911,634	(2,831,459)	(19,655,488)	(5,904,857)
-	(622,789)	(622,789)	(1,472,099)
964,569	(2,575,056)	35,410,712	740,467
-	2,801,668	2,801,668	475,000
(2,386,648)	(5,765)	(2,200,850)	(76,565)
20	-	20	-
-	-	(2,000,000)	-
(2,386,628)	2,795,903	(1,399,162)	398,435
-	-	(18,375,405)	(6,337)
1,429,037	-	1,429,037	-
-	-	(2,243,177)	(31,200)
-	-	(13,338,824)	(12,904)
1,429,037	-	(32,528,369)	(50,441)
-	7,459	448,138	244,119
-	7,459	448,138	244,119
6,978	228,306	1,931,319	1,332,580
438,663	625,174	44,849,705	16,520,175
$ 445,641	$ 853,480	$ 46,781,024	$ 17,852,755

Continued

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Statement of Cash Flows - Continued
Proprietary Funds
Year Ended June 30, 2019

	Business-type Activities Enterprise Funds	
	Water	Wastewater
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating Income (Loss)	$ 2,675,105	$ 16,930,442
Adjustments to Reconcile Operating Income (Loss) to net Cash Provided (Used) by Operating Activities:		
Depreciation Expense	843,253	2,342,857
Other Nonoperating Income (Expense)	575,086	10,860
Change in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	52,149	(85,237)
(Increase) Decrease in Prepaid Items	43	-
(Increase) Decrease in Unbilled Receivables	(22,289)	(151,132)
(Increase) Decrease in Due from Other Governments	-	-
(Increase) Decrease in Concessionaire Receivable	1,410,068	10,955,749
(Increase) Decrease in Inventory	-	-
(Increase) Decrease in Deferred Outflows of Resources-Pension Related	57,818	58,653
(Increase) Decrease in Deferred Outflows of Resources-OPEB Related	14,624	14,835
Increase (Decrease) in Accounts Payable and Accrued Liabilities	(385,673)	1,712,599
Increase (Decrease) in Deposits Payable	99,499	36,343
Increase (Decrease) in Unearned Revenue	-	-
Increase (Decrease) in Claims Payable	-	-
Increase (Decrease) in Compensated Absences	11,372	11,536
Increase (Decrease) in Net Pension Liability	(73,916)	(74,983)
Increase (Decrease) in Net OPEB Liability	1,086	1,103
Increase (Decrease) in Deferred Inflows of Resources-Pension Related	12,220	12,396
Increase (Decrease) in Deferred Inflows of Resources-OPEB Related	(12,543)	(12,724)
Net Cash Provided (Used) by Operating Activities	$ 5,257,902	$ 31,763,297
NONCASH INVESTING, CAPITAL AND RELATED FINANCING ACTIVITIES:		
Capital Contributions	$ -	$ 203,653

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

Business-type Activities Enterprise Funds			Governmental Activities
Airport	Other Enterprise Funds	Totals	Internal Service Fund
$ 5,032	$ (3,032,844)	$ 16,577,735	$ (2,084,045)
-	382	3,186,492	66,429
-	19,766	605,712	-
8,205	(2,243)	(27,126)	43,708
2	16,751	16,796	6
-	-	(173,421)	-
-	(867)	(867)	(23,449)
-	-	12,365,817	-
957,611	-	957,611	4,465
-	222,756	339,227	109,828
-	71,359	100,818	27,313
(488)	23,369	1,349,807	228,793
-	-	135,842	-
(5,793)	-	(5,793)	-
-	-	-	2,488,747
-	5,542	28,450	29,461
-	(44,787)	(193,686)	(147,839)
-	116,788	118,977	(1,423)
-	86,167	110,783	22,002
-	(57,195)	(82,462)	(23,529)
$ 964,569	$ (2,575,056)	$ 35,410,712	$ 740,467
$ -	$ -	$ 203,653	$ -

The accompanying notes are an integral part of this statement.

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Statement of Net Position
Fiduciary Funds
June 30, 2019

	Successor Agency Private-Purpose Trust Fund	Other Post-Employment Benefit (OPEB) Trust Fund	Agency Funds
ASSETS			
Current Assets:			
Cash and Investments	$ 13,288,378	$ -	$ 3,761,618
Accounts Receivable, Net	6,875	-	-
Interest Receivable	-	-	7,170
Prepaid Items	167,958	-	-
Notes Receivable	6,687,083	-	24,247
Due from Other Governments	10	-	-
Due from City	48,840	-	-
Property Held for Resale	20,475,210	-	-
Restricted Assets:			
Cash and Investments with Fiscal Agents	4,866,664	-	457,060
Cash and Investments Bond Proceeds	1,352,844	-	-
Cash and Investments Held by Trust	-	18,859,962	-
Total Current Assets	46,893,862	18,859,962	4,250,095
Noncurrent Assets:			
Capital Assets:			
Not Being Depreciated	290,347	-	-
Being Depreciated (Net of Accumulated Depreciation)	86,266	-	-
Total Noncurrent Assets	376,613	-	-
Total Assets	47,270,475	18,859,962	$ 4,250,095
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Loss on Refunding, Net of Accumulated Amortization	741,920	-	
LIABILITIES			
Current Liabilities:			
Accrued Liabilities	6,649	-	2,999,399
Deposits	-	-	179,263
Unearned Revenue	273,134	-	260
Due to other Governments	-	-	3,871
Due to City	946,459	-	-
Due to Bondholders	-	-	1,067,302
Interest Payable	2,326,961	-	-
Current Portion of Long-term Liabilities	3,906,109	-	-
Total Current Liabilities	7,459,312	-	4,250,095
Long-term Liabilities:			
Noncurrent Portion of Long-term Liabilities	126,006,922	-	-
Total Long-term Liabilities	126,006,922	-	-
Total Liabilities	133,466,234	-	$ 4,250,095
DEFERRED INFLOWS OF RESOURCES			
Deferred Gain on Refunding, Net of Accumulated Amortization	236,660	-	
NET POSITION			
Restricted for Private Purpose	(85,690,499)	-	
Restricted for Other Post-Employment Benefits	-	18,859,962	
Total Net Position	$ (85,690,499)	$ 18,859,962	

The accompanying notes are an integral part of this statement.

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City of Rialto, California
Statement of Changes in Net Position
Fiduciary Funds
Year Ended June 30, 2019

	Successor Agency Private-Purpose Trust Fund	Other Post-Employment Benefit (OPEB) Trust Fund
ADDITIONS		
Taxes	$ 15,193,006	$ -
Net Investment Income (Loss)	397,722	1,189,588
Gain on Sale of Land Held for Resale	1,352,829	-
Total Additions	16,943,557	1,189,588
DEDUCTIONS		
Administrative Expenses	445,888	-
Interest and Fiscal Charges	7,032,147	-
Capital Contribution to the City	2,197,311	-
Depreciation	9,275	-
Benefits	-	1,520,127
Total Deductions	9,684,621	1,520,127
Change in Net Position	7,258,936	(330,539)
Net Position - Beginning of Year	(92,949,435)	19,190,501
Net Position - End of Year	$ (85,690,499)	$ 18,859,962

The accompanying notes are an integral part of this statement.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A) Description of Reporting Entity

The City of Rialto (the City) was incorporated in 1911 under the General Laws of the State of California. The City operates under a Council-Manager form of government and provides the following services: public safety (police and fire), highways and streets, parks and recreation, public improvements, planning and zoning, and general administrative services.

As required by accounting principles generally accepted in the United States of America, these financial statements include the financial activities of the City and its component units – the Rialto Public Financing Authority (the Financing Authority), the Rialto Utility Authority (the Utility Authority), the Rialto Nonprofit Public Building Authority (Building Authority), and the Rialto Housing Authority (Housing Authority) – for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations and, therefore, data of these units are combined with data of the City.

Blended Components Units

The Rialto Public Financing Authority (Financing Authority) was established in 1988 pursuant to California Government Code Section 6500. Although it is legally separate from the City, the Financing Authority is reported as if it were part of the City because its sole purpose is to finance the City's and the former Redevelopment Agency's public projects. The financial activity for this entity is blended with the governmental funds of the City in the 1997 COP Debt Service Fund.

The Rialto Utility Authority (Utility Authority) was created on May 1, 2001 pursuant to Joint Powers Law Articles 1 through 4 (commencing with Section 6500) of Chapter 5, Division 7, Title 1 of the California Government Code, and the Marks-Roos Local Bond Pooling Act of 1985. The Utility Authority was formed to provide for lease, ownership, operation, maintenance, construction, and financing of the Water and Wastewater Utility systems and any other utility system or service. The City Council acts as the governing board of the Utility Authority and there is a financial benefit/burden relationship between the City and the Utility Authority. The financial activity of the Utility Authority is blended with the City's proprietary funds in the Water and Wastewater Proprietary Funds.

The Rialto Nonprofit Public Building Authority (Building Authority) was established in 1988. Although it is legally separate from the City, the Building Authority is reported as if it were part of the City because is sole purposes is to finance, refinance, acquire, construct, improve, lease, sell, or otherwise convey property of any kind to the City. The financial activity for this entity is blended with the governmental funds of the City in the 1997 COP Debt Service Fund.

The Rialto Housing Authority (Housing Authority) was created on November 4, 2003 in accordance with the Californian Law Health and Safety Code Sections 34200-34606. The Housing Authority enables the City to engage in more aggressive housing market intervention, including the acquisition of property, rehabilitation, and/or development of affordable housing. The Mayor and City Council act as the governing board of the Housing Authority and there is a financial benefit/burden relationship between the City and the Housing Authority. The financial activity for this entity is blended with the governmental funds of the City in the Housing Authority Special Revenue Fund.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

A) Description of Reporting Entity - Continued

Blended Components Units - Continued

The Financing Authority, Utility Authority, Building Authority, and Housing Authority do not issue separate financial statements.

B) Government-wide and Fund Financial Statements

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

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

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

C) Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting,* as are the proprietary funds, the private-purpose trust fund, and the other post-employment benefit trust fund financial statements. Under the *economic resources measurement focus*, all (both current and long-term) economic resources and obligations of the reporting government are reported in the government-wide financial statements. Under the *accrual basis of accounting*, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes are recognized in the fiscal year for which the taxes have been levied. The Agency funds, however, are unlike all other types of funds, reporting only assets and liabilities. Therefore, the Agency funds cannot be said to have a measurement focus. They do, however, use the *accrual basis* of *accounting* to recognize receivables and payables.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C) Measurement Focus, Basis of Accounting, and Financial Statement Presentation - Continued

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the *current financial resources measurement focus* only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are generally included on their balance sheets. Under the *modified accrual basis of accounting*, revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues that are accrued generally include taxes, interest, and state and federal grants and charges for services.

Real property taxes are levied for the period beginning on July 1 to June 30 against property owners of record on January 1. The taxes are due in two installments, on November 1 and February 1, and become delinquent after December 10 and April 10, respectively. Tax liens attach annually as of 12:01 a.m. on the first day of January in the fiscal year for which the taxes are levied. Property tax revenue is recognized in the fiscal year for which the taxes have been levied, provided it is collected within 90 days of the end of the fiscal year in the fund financial statements.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's Water, Wastewater, Airport, and Other Enterprise Funds are charges to customers for sales and services. The Wastewater fund also recognizes as operating revenue the portion of connection fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D) Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts, which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/net position, revenues, and expenditures or expenses, as appropriate.

Governmental Funds:

Governmental funds are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of currently available financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets, deferred outflows of resources, liabilities and deferred inflows of resources, the fund equity, is referred to as "fund balance". The measurement focus is upon determination of changes in fund balance, rather than upon net income determination.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D) Fund Accounting - Continued

Governmental Funds:

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

The *Park Development Special Revenue Fund* accounts for development fees collected and used for the acquisition of parklands and the construction of new and expansions of park facilities.

The *Capital Projects Capital Projects Fund* is used to account for resources restricted or assigned for capital improvements.

The other governmental funds of the City are considered nonmajor.

Additionally, the City reports the following fund types:

The *Special Revenue Funds* are used to account for proceeds of specific revenue sources that are legally restricted or otherwise assigned for specific purposes.

The *Capital Projects Funds* are used to account for income received to fund expenditures related to City infrastructure and development improvements.

The *Debt Service Fund* is used to account for debt service activity for the 2007 Refunding Certificates of Participation.

Proprietary Funds:

Proprietary funds are used to account for a government's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon income determination, financial position, and cash flows. The City reports the following major proprietary funds:

The *Water Fund* accounts for the activities of the City's water distribution operations.

The *Wastewater Fund* accounts for the activities of the City's wastewater systems.

The *Airport Fund* accounts for the land sales owned by the former airport.

The other proprietary funds of the City are considered nonmajor.

In addition to the major proprietary funds, the City reports internal service funds, which are proprietary funds types, whose purpose is to account for goods and services provided by one City department to other City departments or agencies, or to external organizations. Internal service funds are used to account for workers' compensation, fleet management, information system, general liability, and building maintenance.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D) Fund Accounting - Continued

Fiduciary Funds:

Fiduciary funds are accounted for on the accrual basis of accounting as are the proprietary funds explained above. The City reports the following fiduciary funds, which are excluded from the government-wide financial statements:

Successor Agency Private-Purpose Trust Fund accounts for the custodial responsibilities that are assigned to the Successor Agency to the Rialto Redevelopment Agency pursuant to the Dissolution Act.

Other Post-Employments Benefit (OPEB) Trust Fund accounts for the activities of the City's plan for post-retirement medical benefits.

Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, or other governments. The Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City acts in an agency capacity for special deposit activity, confiscated funds due to public safety activities, Community Facilities District (CFD) 87-1, CFD 2006-1 Elm Park, and CFD 2016-1.

E) New Accounting Pronouncements

Current Year Standards:

Governmental Accounting Standard Board Statement No. 83

In November of 2016, GASB issued Statement No. 83, *Certain Asset Retirement Obligations*. This Statement was issued to address the criteria for the recognition and measurement of the liability and corresponding deferred outflows of resources associated with certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. Statement No. 83 is effective for reporting periods beginning after June 15, 2018. Currently, this Statement has no impact to the City's financial statements.

Governmental Accounting Standard Board Statement No. 88

In March of 2018, GASB issued Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. This Statement was issued to improve the information that is disclosed in the notes to government financial statements related to debt, including direct borrowings and direct placements. This Statement requires that additional essential information related to debt be disclosed in notes to financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. Statement No. 88 is effective for fiscal years beginning after June 15, 2018. Management has implemented this Statement and the effects are reflected in the financial statements.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E) New Accounting Pronouncements - Continued

Current Year Standards: - Continued

Governmental Accounting Standard Board Statement No. 89

In June of 2018, GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. This Statement was issued to (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Statement No. 89 is effective for fiscal years beginning after December 15, 2019. The City has elected to early implement GASB No. 89 and is reflected in the financial statements.

Pending Accounting Standards:

GASB has issued the following statements, which may impact the City's financial reporting requirements in the future:

i. GASB 84 - *"Fiduciary Activities"*, effective for fiscal years beginning after December 15, 2018.
ii. GASB 87 - *"Leases"*, effective for fiscal years beginning after December 15, 2019.
iii. GASB 90 - *"Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61"* effective for fiscal years beginning after December 15, 2018.
iv. GASB 91 - *"Conduit Debt Obligations"* effective for fiscal years beginning after December 15, 2020.

F) Statement of Cash Flows

The City's enterprise and internal service funds participate in the pooling of City-wide cash and investments. As amounts are available to these funds on demand, all cash and investments, including restricted cash and investments, in these funds are considered to be cash and cash equivalents for statement of cash flow purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

G) Cash, Investments and Other Investments

The City pools cash and investment resources of some of its funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements.

Investments are stated at fair value except for certain investments, which have a remaining life of less than one year when purchased and investment contracts, which are stated at amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of the investments is generally based on published market prices and quotations from major investment firms. Investment earnings are allocated based on the source of funds.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

H) Restricted Cash and Investments

Certain proceeds of governmental fund certificates of participation and enterprise fund long-term liabilities as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet and statement of net position because their use is limited by applicable bond or debt covenants. The enterprise funds restricted cash and investments includes amounts held in trust for the RWS water and wastewater operations and capital projects. The cemetery (other enterprise fund) restricted cash and investments include amounts held for long-term endowment care required by state law.

I) Unbilled Receivables

Unbilled water and wastewater revenue of the enterprise funds is recognized as earned based on consumption or when service is rendered.

J) Prepaid Items

Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements and are recorded as expenditures when consumed rather than when purchased.

K) Inventory

Inventory is valued at cost, which approximates fair value, on a first-in, first-out basis. Inventory in the proprietary funds consists of expendable supplies held for consumption. The costs of governmental fund type inventories are recorded as expenditure when consumed rather than when purchased.

L) Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements of the proprietary funds and private-purpose trust fund.

Capital assets, other than infrastructure assets, are defined by the City as assets with an initial, individual cost of more than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the government-wide financial statements with an individual cost of more than $25,000.

Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Interest incurred during the construction phase of capital assets of business-type activities is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds of tax-exempt debt over the same period.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

L) Capital Assets - Continued

There was no interest capitalized by the City during the current fiscal year. Capital assets, other than land, land easements, and construction in progress, are depreciated using the straight-line method using the following lives:

Land Improvements	200 years
Buildings and Other Structures	25 - 50 years
Improvements Other than Buildings	20 years
Machinery and Equipment	5 - 7 years
Distribution Systems	20 - 50 years
Wastewater Treatment Plant	20 - 50 years
Vehicles	5 - 10 years
Office Furniture, Computers and Equipment	5 - 20 years
Infrastructure	20 - 60 years

M) Unearned Revenue

Unearned revenue in the General Fund of $32,992,278, consists primarily of funds collected under Measure U, which is a new business license tax on wholesale liquid fuel storage facilities in an amount up to $1 per year for each cubic foot of liquid fuel storage capacity. The City has escrowed these funds pending current litigation and has offset the amounts collected with unearned revenue.

N) Deferred Outflows/Inflows of Resources

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 position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that time. The City has the following items that qualify for reporting in this category:

- Deferred loss on refunding reported in the government-wide statement of net position and fiduciary funds statement of net position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the life of the refunding debt.

- Deferred outflows related to pensions and OPEB equal to employer contributions made after the measurement date of the net pension liability.

- Deferred outflows related to pensions resulting from the difference in projected and actual earnings on investments of the pension plans fiduciary net position and changes in actuarially determined assumptions. These amounts are amortized over five years.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

N) Deferred Outflows/Inflows of Resources - Continued

In addition to liabilities, the statement of net position and governmental funds balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. The City has the following items that qualify for reporting in this category:

- Deferred inflows from unavailable revenues, which is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources, which are grants receivable and franchise fees collections. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

- Deferred inflows related to pensions for differences between expected and actual experiences. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the plans.

- Deferred inflows from pensions and OPEB resulting from the difference in projected and actual earnings on investments of the pension plans fiduciary net position and changes in assumptions. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the plans.

O) Interfund Transactions

Interfund current receivables and payables are classified as either "due to/due from" (i.e., the current portion of interfund loans) or "advance to/from other funds" (i.e., the noncurrent portion of interfund loans). Residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances". Transactions, which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expended, are separately reported in the respective funds' operating statements as a transfer.

P) Long-Term Obligations

In the government-wide financial statements, proprietary fund financial statements, and private-purpose trust fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, proprietary fund type statement of net position, or private-purpose trust fund statement of net position. Bond premiums, discounts, and deferred amounts on refunding are deferred and amortized over the life of the bonds using the effective interest method. Amortization of bond premium, discounts, and deferred amounts is included in interest expense. Bonds payable are reported net of the applicable bond premium or discount. The deferred amount on refunding is reported as a deferred outflow or inflow of resources. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

P) Long-Term Obligations - Continued

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

Q) Compensated Absences

In the governmental funds, compensated absences are recorded as expenditures in the year in which the amount is due and payable due to resignations or retirements. As of year-end, the entire unpaid liability for the governmental funds is recorded as a long-term liability in the government-wide statement of net position. Compensated absences in the proprietary funds are recorded as liabilities in the applicable funds.

R) Net Position and Net Position Flow Assumptions

Net Position:

Net position is the excess of all the City's assets and deferred outflows of resources over all its liabilities and deferred inflows of resources. Net position is divided into three captions. These captions are described below and apply only to net position, which is applicable only to the government-wide statements, proprietary fund statements, private-purpose trust fund statements, and other post-employment benefit trust fund statements.

Net Investment in Capital Assets - describes the portion of net position which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets, unspent bond proceeds from debt, and the deferral on refunding.

Restricted - describes the portion of net position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter.

Unrestricted - describes the portion of net position which is not restricted as to use.

Net Positions Flow Assumptions:

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

It is the City's practice to consider restricted - net position to have been depleted before unrestricted - net position is applied.

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

S) Fund Balances

The City's governmental funds' fund balances include the following classifications:

Nonspendable Fund Balance – includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restriction may effectively be changed or lifted only with the consent of resource providers.

Committed Fund Balance – includes amounts that can only be used for the specific purposes determined by a formal action (Ordinance) of the City's highest level of decision-making authority, the City Council. Commitments may be changed or lifted only by the City taking the same formal action that imposed the constraint originally.

Assigned Fund Balance – includes amounts intended to be used by the City for specific purposes that are neither restricted nor committed. Intent is expressed by (a) the City Council or (b) an official to which the City Council has delegated the authority to assign amounts to be used for specific purposes. The City Council approves assignments of fund balance.

Unassigned Fund Balance – is the residual classification and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. The unassigned fund balance classification is where to report negative amounts for all governmental funds, other than the general fund.

When expenditures are incurred, the City's applies the most restrictive funds first; and then the City would use the appropriate funds in the following order: committed, assigned, and lastly unassigned amounts.

The City established encumbrances to record the amount of purchase orders, contracts, and other obligations, which have not yet been fulfilled, cancelled, or discharged. Encumbrances outstanding at year-end are recorded as part of assigned fund balance.

T) Pensions

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

U) Other Post-Employment Benefits (OPEB)

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

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1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

V) Use of Estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources, and disclosure of contingent assets and liabilities, at the date of the financial statements, as well as the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

2) CASH AND INVESTMENTS

Cash and Investments as of June 30, 2019 are classified in the accompanying financial statements as follows:

Statement of Net Position:		
Cash and Investments	$	256,181,320
Restricted Cash and Investments in Trust		22,453,155
Restricted Cash and Investments with Fiscal Agent		10,288,382
Statement of Fiduciary Net Position:		
Cash and Investments		17,049,996
Restricted Cash and Investments with Fiscal Agents		5,323,724
Restricted Cash and Investments Bond Proceeds		1,352,844
Restricted Cash and Investments Held by Trust		18,859,962
Total Cash and Investments	$	331,509,383

Cash and Investments held by the City at June 30, 2019 consist of the following:

Cash on Hand	$	33,750
Deposits with Financial Institutions		108,408,922
Cash and Investments with Public Agency Retirement Services (PARS) for Other Post-Employment Benefit (OPEB) Trust		18,859,962
Investments		204,206,749
Total Cash and Investments	$	331,509,383

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

The City maintains a formal Investment Policy, which is adopted annually by the City Council. The Investment Policy states that "the investment of City funds is governed by the California Government Code Section 53600 et seq."

The table below identifies the investment types that are authorized for the City by the California Government Code and the City's investment policy. Also identified are certain provisions that address interest rate risk and concentration of credit risk. Not addressed below are investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the City, rather than the general provisions of the Government Code and Investment Policy and investments of the employer contributions to the other post-employment benefit (OPEB) trust that are governed by the trust agreement.

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2) CASH AND INVESTMENTS - Continued

Authorized Investment Type	Authorized by Investment Policy	Maximum Maturity[1]	Maximum Percentage of Portfolio[1]	Maximum Investment In One Issuer[1]
U.S. Treasury Obligations	Yes	5 years	None	None
U.S. Government Sponsored Agency Securities	Yes	5 years	None	15%
Banker's Acceptances	Yes	180 days	40%	30%
Commercial Paper	Yes	270 days	15%[2]	10%[2]
Negotiable Certificates of Deposit	Yes	5 years	30%	None
Money Market Mutual Funds	Yes	5 years	None	None
Medium Term Corporate Notes	Yes	5 years	30%	30%
Repurchase Agreements	Yes	90 days	50%[2]	None
Reverse Repurchase Agreements	Yes	90 days	20%	None
Local Agency Investment Fund (LAIF)	Yes	N/A	None	*
Joint Powers Authority Pools	Yes	N/A	None	None
Time Deposit	Yes	5 years	25%	None

[1] Based on state law requirements or investment policy requirements, whichever is more restrictive.

[2] Excluding amounts held by bond trustee that are not subject to California Government Code Restrictions.

* $195 million total between City, Utility Authority and Successor Agency.

N/A - Not Applicable

Disclosures Relating to Interest Rate Risk

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

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2) CASH AND INVESTMENTS - Continued

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

	Remaining Maturity (in Months)				
Investment Type	12 Months Or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months	Total
Federal National Mortgage Association (FNMA)	$ 3,987,240	$ -	$ -	$ -	$ 3,987,240
Federal Farm Credit Banks (FFCB)	6,983,010	-	4,953,515	-	11,936,525
Federal Home Loan Mortgage Corporation (FHLMC)	-	1,490,925	3,000,330	-	4,491,255
Negotiable Certificates of Deposit	4,463,139	2,973,856	-	-	7,436,995
Money Market - CalTRUST Short-Term	14,597,265	-	-	-	14,597,265
Money Market Mutual Funds	2,770,621	-	-	-	2,770,621
Local Agency Investment Fund (LAIF)	30,051,354	-	-	-	30,051,354
Medium-Term Corporate Note	67,141,976	25,077,804	26,456,770	4,935,000	123,611,550
Held By Trust:					
PARS Pooled Trust (OPEB)	18,859,962	-	-	-	18,859,962
Held by Fiscal Agents:					
Money Market Funds	5,323,944	-	-	-	5,323,944
Total	$ 154,178,511	$ 29,542,585	$ 34,410,615	$ 4,935,000	$223,066,711

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2) CASH AND INVESTMENTS - Continued

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the actual rating by Standard and Poor's, as of year end for each investment type.

		Rating as of Year End			
	Total as of June 30, 2019	AAA	AA+	Other	Not Rated
Federal National Mortgage Association (FNMA)	$ 3,987,240	$ -	$ 1,999,760	$ 1,987,480	$ -
Federal Farm Credit Banks (FFCB)	11,936,525	-	11,936,525	-	-
Federal Home Loan Mortgage Corporation (FHLMC)	4,491,255	-	4,491,255	-	-
Negotiable Certificates of Deposit	7,436,995	-	-	-	7,436,995
Money Market - CalTRUST Short-Term	14,597,265	-	-	14,597,265	-
Money Market Mutual Funds	2,770,621	2,770,621	-	-	-
Local Agency Investment Fund (LAIF)	30,051,354	-	-	-	30,051,354
Medium-term Corporate Notes	123,611,550	-	-	123,611,550	-
Held By Bond Trust:					
PARS Pooled Trust (OPEB)	18,859,962	-	-	-	18,859,962
Held by Fiscal Agents:					
Money Market Fund	5,323,944	5,323,944	-	-	-
Total	$ 223,066,711	$ 8,094,565	$ 18,427,540	$140,196,295	$ 56,348,311

The actual ratings for the "Other" category above are as follows:

	AA	AA-	A+	A	A-	Total
Federal National Mortgage Association (FNMA)	$ 1,987,480	$ -	$ -	$ -	$ -	$ 1,987,480
Money Market - CalTRUST Short-Term	14,597,265	-	-	-	-	14,597,265
Medium-term Corporate Notes	-	7,310,927	23,673,282	46,846,539	45,780,802	123,611,550
Total	$ 16,584,745	$ 7,310,927	$ 23,673,282	$46,846,539	$ 45,780,802	$ 140,196,295

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2) CASH AND INVESTMENTS - Continued

Concentration of Credit Risk

Concentration credit risk is the heightened risk of potential loss when investments are concentrated in one issuer.

As of June 30, 2019, the City had no investments concentrated in one issuer which exceeded 5% of total investments. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investments pool, and other pooled investments are excluded from this disclosure requirement.

Custodial Credit Risk

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

As of June 30, 2019, none of the City's deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts.

The City's Investment Policy requires a third-party bank trust department hold all investment securities owned by the City. The City's investments in certificates of deposit are held by banks. Accordingly, the certificates are covered by the same collateral requirements as the City's deposits.

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

Investment in Local Agency Investment Fund

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro rata share of the fair values provided by LAIF for the entire LAIF portfolio. The balance available for withdrawal is based on the accounting records maintained by LAIF. LAIF is not rated.

Investment in CalTRUST Investment Pool

CalTRUST is a Joint Powers Agency Authority created by local public agencies to provide a convenient method for local public agencies to pool their assets for investment purposes. CalTRUST is governed by a Board of Trustees made up of experienced local agency treasurers and investment officers. The Board sets overall policies for the program and selects and supervises the activities of the investment manager and other agents. CalTRUST maintains and administers four

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2) CASH AND INVESTMENTS - Continued

Investment in CalTRUST Investment Pool - Continued

pooled accounts within the program: Money Market, Short-Term, Medium-Term and Long-Term. The Money Market account permits daily transactions, with same-day liquidity (provided redemption requests are received by 1:00 p.m. Pacific time), with no limit on the amount of funds that may be invested. The Short-Term account permits an unlimited number of transactions per month (with prior day notice), with no limit on the amount of funds that may be invested. The Medium- and Long-Term accounts permit investments, withdrawals and transfers once per month, with five days advance notice. All CalTRUST accounts comply with the limits and restrictions placed on local agency investments by the California Government Code. CalTRUST imposes a $250,000 minimum investment; however, there is no maximum limit. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's percentage interest of the fair value provided by CalTRUST for the CalTRUST accounts (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by CalTRUST.

Cash and Investments - OPEB Trust

The City established a trust account with Public Agency Retirement Services (PARS) to hold assets that are legally restricted for use in administering the City's OPEB health plan. The OPEB Trust's specific cash and investments are managed by a third-party portfolio manager under guidelines approved by the City.

Those guidelines are as follows:

Risk Tolerance:	Balanced High Mark Plus
Risk Management:	The portfolio is constructed to control risk through four layers of diversification - asset classes (cash, fixed income, equity), investment styles (large cap, small cap, international, value, growth), managers and securities. Disciplined mutual fund selection and monitoring process helps to drive return potential while reducing portfolio risk.
Investment Objective:	To provide growth of principal and income. It is expected that dividend and interest income are an important component of the objective's total return, it is expected that capital appreciation will comprise a larger portion of the total return.
Strategic Ranges:	0% - 20% Cash 30% - 50% Fixed Income 50% - 70% Equity

Cash and Investments with Fiscal Agents

Cash and investments maintained by fiscal agents are considered restricted and are pledged as collateral for payment of principal and interest on bonds.

Provisions of debt agreements, rather than the general provisions of the California Government Code or the City's Investment Policy, govern investments of debt proceeds held by bond fiscal agents. Permitted investments are specified in related trust agreements and include the following:

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2) CASH AND INVESTMENTS - Continued

Cash and Investments with Fiscal Agents - Continued

- Securities of the U.S. Government and its sponsored agencies
- Bankers' Acceptances rated in the single highest classification
- Commercial Paper rated in the single highest classification
- Investments in money market funds rated in the single highest classification
- Municipal obligations rated *Aaa/AAA* or general obligations of states with ratings of at least *A21A* or higher by both Moody's and S&P
- Investment contracts

No maximum percentage of the related debt issue or maximum investment in one issuer is specified.

Cash and Investments Held in Trust

Cash and investments maintained in the trust are considered restricted for water and wastewater functions.

Fair Value Measurements

The City categories its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are quoted prices in active markets for similar assets, and Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of June 30, 2019:

	Quoted Prices Level 1	Observable Inputs Level 2	Unobservable Inputs Level 3	Total
Federal National Mortgage Association (FNMA)	$ -	$ 3,987,240	$ -	$ 3,987,240
Federal Farm Credit Banks (FFCB)	-	11,936,525	-	11,936,525
Federal Home Loan Mortgage Corporation (FHLMC)	-	4,491,255	-	4,491,255
Negotiable Certificates of Deposit	-	7,436,995	-	7,436,995
Money Market Mutual Funds	-	2,770,621	-	2,770,621
Medium-term Corporate Notes	-	123,611,550	-	123,611,550
Total Leveled Investments	$ -	$ 154,234,186	$ -	154,234,186
Money Market - CalTRUST Short-Term*				14,597,265
Local Agency Investment Fund (LAIF)*				30,051,354
Held by Trust:				
PARS Pooled Trust (OPEB)*				18,859,962
Held by Fiscal Agents:				
Money Market Funds*				5,323,944
Total Investment Portfolio				$ 223,066,711

*Not subject to fair value measurements

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3) ACCOUNTS RECEIVABLE

Accounts receivable as of year-end for the City's individual major funds, nonmajor funds, internal service funds, agency funds and private-purpose trust fund, including the applicable allowances for uncollectible accounts, are as follows:

	Accounts Receivable	Less Allowance for Uncollectible	Net Total Accounts Receivable
Governmental Funds:			
General Fund	$ 5,541,999	$ (2,085,204)	3,456,795
Other Governmental Funds	1,142,845	-	1,142,845
Proprietary Funds:			
Water	1,494,337	(354,466)	1,139,871
Wastewater	3,728,591	(449,691)	3,278,900
Airport	159,670	(151,799)	7,871
Other Enterprise Funds	9,812	-	9,812
Total Primary Government	$ 12,077,254	$ (3,041,160)	$ 9,036,094
Fiduciary Funds:			
Private-Purpose Trust Fund	$ 6,875	$ -	$ 6,875

4) LOANS RECEIVABLE

Loans receivable of $3,532,875, which is reflected in the City's other governmental Traffic Development Special Revenue Fund, Neighborhood Stabilization Program Special Revenue Fund, Neighborhood Stabilization Program - Program Income Special Revenue Fund, Cal Home Special Revenue Fund, and Housing Authority Special Revenue Fund, is comprised of the following as of June 30, 2019:

The City administers a housing rehabilitation loan program, which provides money to certain homeowners to rehabilitate their homes. There are certain criteria which the homeowner must meet prior to receiving approval of the loan, which are based on household income and the need for rehabilitation. The City enters into loan agreements with the homeowners that require the loans to be repaid only if title of the property changes. Therefore, the City has recorded the outstanding loans as loans receivable and due to other governments in the governmental funds. The amount of outstanding rehabilitation loans in the Cal Home Special Revenue Fund and Housing Authority Special Revenue Fund at June 30, 2019 is $2,692,360.

The City has provides down payment assistance under the Neighborhood Stabilization Program to eligible middle income households earning not less than eighty percent and not more than one hundred twenty percent of the area median income in San Bernardino County, California, as determined by the U.S. Department of Housing and Urban Development (HUD). If any of the events described in the loan agreement, like sale or rental of all or any interest in the property without City's prior written consent, has not occurred as of the fifteenth anniversary of the maturity date, then the entire loan amount is forgiven. The total outstanding balance in the Neighborhood Stabilization Program Special Revenue Fund and Neighborhood Stabilization Program - Program Income Special Revenue Fund as of June 30, 2019, was $680,325 (offset by an allowance of $680,325).

The City established a letter of credit for the beneficiary of the California Department of Fish and Game to obtain a permit for a capital project. Upon the completion of the project, the letter of credit totaling $160,190 as reported in the Traffic Development Special Revenue Fund will be returned to the City.

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5) NOTES RECEIVABLE

Notes receivable of $46,526,850, which is reflected in the City's other governmental Housing Authority Special Revenue Fund (offset by allowance of $46,526,850) and $369,259, in the Water Enterprise Fund and the Wastewater Enterprise Fund is comprised of the following as of June 30, 2019:

The Housing Authority provided development funding to Inland Valley Housing Partners L.P. in accordance with an Affordable Housing Agreement by and between the Authority and Southern California Housing Development Corporation for Phase I of the Citrus Grove Project (Project). Pursuant to a promissory note and the Agreement, the advance funding is to be repaid from the residual receipts generated by the Project at 3% interest rate per annum. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is expected to be minimal relative to the total principal and accrued interest. The outstanding balance as of June 30, 2019, was $19,574,167. An allowance of $19,574,167 has been recorded in the financial statements because there is no estimate of timing of cash collections on the note. Revenue will be recognized on a cash basis.

The Housing Authority provided development funding to Citrus Grove Housing Partners L.P. in accordance with an Affordable Housing Agreement by and between the Authority and National Community Renaissance of California for Phase II of the Project. Pursuant to four separate promissory notes and the Agreement, the Authority has advanced funding at 0% interest rate. The principal and accrued interest is to be repaid from the residual receipts generated by the Project. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is expected to be minimal relative to the total principal and accrued interest. The total outstanding balance as of June 30, 2019, was $8,626,713. An allowance of $8,626,713 has been recorded in the financial statements because there is no estimate for timing of cash collections on the note. Revenue will be recognized on a cash basis.

The Housing Authority provided development funding to TELACU in accordance with an Affordable Housing Agreement by and between the Authority and TELACU HOUSING-RIALTO, INC., in connection with the development of a 70-unit affordable senior housing rental complex project on a 2.3 acre site on the north side of Merrill Avenue, just westerly of Riverside, referred to TELACU I La Paz Community project. Pursuant to a promissory note and the Agreement, the advance funding in the amount of $751,408 is to be repaid from the residual receipts generated by the Project as a 0% interest rate. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is expected to be minimal relative to the total principal and accrued interest. Provided the developer is in compliance with all of its obligations under the Affordable Housing Agreement, the Regulatory Agreement, and all other documents executed pursuant thereto, any remaining balance of the Housing Authority loan shall be forgiven upon the fifty-fifth (55th) anniversary of the date of the City's issuance of a certificate of occupancy. The outstanding balance as of June 30, 2019, was $751,408. An allowance of $751,408 has been recorded in the financial statements because there is no estimate for timing of cash collections on the note. Revenue will be recognized on a cash basis.

The Housing Authority provided development funding to TELACU in accordance with an Affordable Housing Agreement by and between the Authority and TELACU HOUSING-RIALTO II, INC., in connection with the development of a 75-unit affordable senior housing rental complex project on the south side of Foothill Boulevard and just west of Cactus Avenue ("TELACU 2") project. Pursuant to a promissory note and the Agreement, the advance funding in the amount of $1,824,155 is to be repaid from the residual receipts generated by the Project at a 0% interest rate. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is

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5) NOTES RECEIVABLE - Continued

expected to be minimal relative to the total principal and accrued interest. The outstanding balance as of June 30, 2019, was $1,707,241. An allowance of $1,707,241 has been recorded in the financial statements because there is no estimate for timing of cash collection on the note. Revenue will be recognized on a cash basis.

The Housing Authority provided development funding to TELACU in accordance with an Affordable Housing Agreement by and between the Authority and TELACU HOUSING-RIALTO III, INC., in connection with the development of an affordable housing complex project. Pursuant to a promissory note and the Agreement, the advance funding in the amount of $3,805,000 is to be repaid from the residual receipts generated by the Project at a 0% interest rate. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is expected to be minimal relative to the total principal and accrued interest. The outstanding balance as of June 30, 2019, was $3,060,010. An allowance of $3,060,010 has been recorded in the financial statements because there is no estimate for timing of cash collection on the note. Revenue will be recognized on a cash basis.

The Housing Authority provided development funding to RIALTO FAMILY HOUSING PARTNERS, L.P. in accordance with an Affordable Housing Agreement by and between the Authority and RIALTO FAMILY HOUSING PARTNERS L.P. in connection with the development of an affordable housing complex project. Pursuant to a promissory note and the Agreement, the advance funding in the amount of $7,385,974 is to be repaid from the residual receipts generated by the Project. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is expected to be minimal relative to the total principal and accrued interest. The outstanding balance including unpaid accrued interest as of June 30, 2019, was $9,057,368. An allowance of $9,057,368 has been recorded in the financial statements because there is no estimate for timing of cash collection on the note. Revenue will be recognized on a cash basis.

The Housing Authority provided development funding to RIALTO FAMILY HOUSING PARTNERS II, L.P. in accordance with an Affordable Housing Agreement by and between the Authority and RIALTO FAMILY HOUSING PARTNERS L.P. in connection with the development of an affordable housing complex project. Pursuant to a promissory note and the Agreement, the advance funding in the amount of $1,959,400 is to be repaid from the residual receipts generated by the Project. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is expected to be minimal relative to the total principal and accrued interest. The outstanding balance including unpaid accrued interest as of June 30, 2019, was $2,387,510. An allowance of $2,387,510 has been recorded in the financial statements because there is no estimate for timing of cash collection on the note. Revenue will be recognized on a cash basis.

The Housing Authority provided development funding to RIALTO FAMILY HOUSING PARTNERS II, L.P. in accordance with an Affordable Housing Agreement by and between the Authority and RIALTO FAMILY HOUSING PARTNERS L.P. in connection with the development of an affordable housing complex project. Pursuant to a promissory note and the Agreement, the advance funding in the amount of $1,144,711 is to be repaid from the residual receipts generated by the Project. The residual receipts were defined as 50% of the net income after all operating expenses and superior debt service payments are made. Based upon a financial analysis of the Project performed by a financial consultant, the repayment is expected to be minimal relative to the total principal and accrued interest. The outstanding balance including unpaid accrued interest as of June 30, 2019, was $1,362,433. An allowance of $1,362,433 has been recorded in the financial statements because there is no estimate for timing of cash collection on the note. Revenue will be recognized on a cash basis.

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5) NOTES RECEIVABLE - Continued

The Rialto Utility Authority entered into a concessionaire agreement on March 27, 2012 with Rialto Water Services, L.P. (the Concessionaire) to provide services with respect to the Utility Facilities for a term of 30 years. As part of the agreement, the Rialto Utility Authority provided inventory and assets on hand to the Concessionaire for use in providing such utility services. At the end of the 30-year agreement, the Concessionaire must return assets in an equivalent amount of $292,598 for water utilities and $365,764 for wastewater utilities. See Note 13 for additional information.

The Rialto Utility Authority entered into an agreement in February 2014 with a business owner to allow the deferral of a development impact fee over a period of 5.5 years. Monthly payments will be $150 consisting of principal and interest. The outstanding balance reported in the Wastewater Proprietary Fund as of June 30, 2019 was $3,495.

6) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivable and payable balances at June 30, 2019 were as follows:

Due From/To Other Funds

Due to Funds (Receivable)	Due From Funds (Payable)	Amount
Governmental Funds:		
General Fund	Other Governmental Funds	$ 527,522
	Water Enterprise Fund	204,789
	Wastewater Enterprise Fund	693,270
Proprietary Funds:		
Water Enterprise Fund	General Fund	56,568
Wastewater Enterprise Fund	General Fund	173,796
Internal Service Funds	Water Enterprise Fund	70,338
	Wastewater Enterprise Fund	4,782
		$ 1,731,065

These balances represent short-term borrowings resulting from expenditures incurred prior to receipt of the related revenue source.

Advances From/To Other Funds

The following table shows amounts advanced to and from funds within the City at June 30, 2019:

Advances to Other Funds	Advances From Funds	Amount
General Fund	Water Enterprise Fund	$ 1,300,000
	Park Development Special Revenue Fund	17,499,195
Wastewater Enterprise Fund	Water Enterprise Fund	3,000,000
		$ 21,799,195

Advances to and from other funds, result primarily from long-term borrowings used to fund capital projects in advance of related financing/assessments.

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6) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

Advances From/To Other Funds - Continued

The original loan of $5,000,000 from the General Fund to the Water Enterprise Fund was made to cover Perchlorate lawsuit related costs with an interest rate of 5%. The City has waived charging interest on this advance. The Perchlorate lawsuit was settled in fiscal year 2012-13 and $3,700,000 of the loan has been repaid as of June 30, 2019. Repayment of the remaining loan balance of $1,300,000 will be paid through future revenues in the Water Enterprise Fund.

The original loan of $4,000,000 from the Wastewater Enterprise Fund to the Water Enterprise Fund was made to cover Perchlorate litigation related costs. The City has waived charging interest on this advance. The Perchlorate lawsuit was settled in fiscal year 2012-2013 and $1,000,000 of the loan has been repaid as of June 30, 2019. Repayment of the remaining loan balance of $3,000,000 will be paid through future revenues in the Water Enterprise Fund.

On February 12, 2019, the General Fund loaned the Park Development Special Revenue Fund $17,499,195 to fund the expected cost of the Frisbie Park Expansion Project. The City has waived charging interest on this advance. Repayment of the remaining loan balance of $17,499,195 will be paid through future revenues in the Park Development Special Revenue Fund.

Transfers From/To Other Funds

Interfund transfers in and out at June 30, 2019 were as follows:

Transfers In From Other Funds	Transfers Out to Other Funds	Amount
Governmental Funds:		
General Fund	Other Governmental Funds	$ 63,705,525
	Airport Enterprise Fund	2,386,648
Park Development Special Revenue Fund	General Fund	931,695
Capital Projects Fund	General Fund	3,644,705
Other Government Funds	General Fund	62,475,130
	Other Enterprise Funds	13,131
Proprietary Funds:		
Other Enterprise Funds	General Fund	2,751,220
	Other Governmental Funds	50,448
Internal Service Funds	General Fund	475,000
		$ 136,433,502

Transfers are either used to (1) move resources between funds based on Federal or State statute or City budget requirements, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, or (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in the funds in accordance with budgetary authorizations. Airport Enterprise Fund transfers include property sales during the year that were transferred to the General Fund. Other Governmental Funds includes transfers between the General Fund as part of recording investment related activity for the margin loan investment accounts.

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7) CAPITAL ASSETS

A summary of changes in the Governmental Activities capital assets at June 30, 2019 is as follows:

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
Governmental Activities:				
Capital Assets, Not Depreciated:				
Land	$ 69,194,205	$ 4,863,906	$ -	$ 74,058,111
Land Easements	7,086,730	-	-	7,086,730
Construction in Progress	24,349,453	19,791,540	(8,529,507)	35,611,486
Total Capital Assets, Not Depreciated	100,630,388	24,655,446	(8,529,507)	116,756,327
Capital Assets, Being Depreciated:				
Land Improvements	32,822	6,337	-	39,159
Building and Other Structures	30,081,800	-	-	30,081,800
Improvements Other than Buildings	48,127,792	5,046,968	-	53,174,760
Machinery and Equipment	3,478,024	586,836	-	4,064,860
Vehicles	13,392,085	2,350,897	(188,087)	15,554,895
Office Furniture, Computers and Equipment	3,664,754	13,243	-	3,677,997
Infrastructure	200,782,264	5,875,428	-	206,657,692
Total Capital Assets, Being Depreciated	299,559,541	13,879,709	(188,087)	313,251,163
Less Accumulated Depreciation:				
Land Improvements	(23,322)	(752)	-	(24,074)
Building and Other Structures	(11,761,450)	(709,834)	-	(12,471,284)
Improvements Other than Buildings	(22,657,029)	(1,890,329)	-	(24,547,358)
Machinery and Equipment	(2,490,886)	(243,161)	-	(2,734,047)
Vehicles	(10,557,896)	(732,516)	188,087	(11,102,325)
Office Furniture, Computers and Equipment	(3,011,810)	(171,118)	-	(3,182,928)
Infrastructure	(115,535,048)	(3,540,756)	-	(119,075,804)
Total Accumulated Depreciation	(166,037,441)	(7,288,466)	188,087	(173,137,820)
Total Capital Assets Being Depreciated, Net	133,522,100	6,591,243	-	140,113,343
Total Governmental Activities Capital Assets, Net	$ 234,152,488	$ 31,246,689	$ (8,529,507)	$ 256,869,670

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7) CAPITAL ASSETS - Continued

A summary of changes in Business-type Activities capital assets at June 30, 2019 is as follows:

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
Business-type Activities:				
Capital Assets, Not Depreciated:				
Land	$ 1,767,770	$ -	$ -	$ 1,767,770
Construction in Progress	3,982,901	18,375,405	(2,879,270)	19,479,036
Total Capital Assets, Not Depreciated	5,750,671	18,375,405	(2,879,270)	21,246,806
Capital Assets, Being Depreciated:				
Land Improvements	7,374,830	-	-	7,374,830
Buildings and Other Structures	2,336,314	-	-	2,336,314
Distribution Systems	77,331,140	3,082,924	-	80,414,064
Wastewater Treatment Plant	67,976,915	-	-	67,976,915
Office Furniture, Computers and Equipment	1,016,155	-	-	1,016,155
Total Capital Assets, Being Depreciated	156,035,354	3,082,924	-	156,118,278
Less Accumulated Depreciation:				
Land Improvements	(4,316,205)	(358,763)	-	(4,674,968)
Buildings and Other Structures	(1,973,670)	(29,917)	-	(2,003,587)
Distribution Systems	(36,548,269)	(1,463,497)	-	(38,011,766)
Wastewater Treatment Plan	(27,227,800)	(1,334,315)	-	(28,562,115)
Office Furniture, Computers and Equipment	(1,010,615)	-	-	(1,010,615)
Total Accumulated Depreciation	(71,076,559)	(3,186,492)	-	(74,263,051)
Total Capital Assets, Being Depreciated, Net	84,958,795	(103,568)	-	84,855,227
Total Business-type Activities Capital Assets, Net	$ 90,709,466	$ 18,271,837	$ (2,879,270)	$ 106,102,033

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7) CAPITAL ASSETS - Continued

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

Governmental Activities:		
General Government	$	4,559,672
Community Development		1,529,908
Public Safety		1,132,457
Internal Service Funds		66,429
Total Depreciation Expense - Governmental Activities	$	7,288,466
Business-type Activities:		
Water	$	843,253
Wastewater		2,342,857
Other Enterprise Funds		382
Total Depreciation Expense - Business-type Activities	$	3,186,492

8) JOINT POWERS AUTHORITY

Agua Mansa Industrial Growth Association (AMIGA) Joint Powers Authority

On October 21, 1985, the Agua Mansa Industrial Growth Association Joint Powers Authority (the AMIGA Joint Powers Authority) was created under a joint exercise of powers agreement. It was formed to undertake projects to stimulate private investment in business and industrial growth in economically depressed areas within the boundaries of the association. The AMIGA Joint Powers Authority shall manage, coordinate, market and administer economic development programs and projects in the Agua Mansa area. The governing board consists of one member appointed from each participating Agency, which include the County of San Bernardino, the County of Riverside, the City of Colton, the City of Rialto and the City of Riverside. The approval of budgets and assumption of financial obligations must be approved by all members.

On February 27, 1992, the AMIGA Joint Powers Authority issued $16,365,000 of special tax bonds, which is secured by a special tax lien on property in the District under the Community Facilities District No. 1992-1.

On July 10, 2003, the AMIGA Joint Powers Authority refunded the 1992 bonds with the 2003 Special Tax Bonds, which is secured by a special tax lien on property in the District under the Community Facilities District No. 2002-1.

The City has no equity interest in the AMIGA Joint Powers Authority and does not receive a share of operating results. Accordingly, neither assets nor liabilities of the AMIGA Joint Powers Authority are recorded in the City's financial statements.

Copies of the AMIGA Joint Powers Authority's audited financial statements can be obtained from the Agua Mansa Industrial Growth Association at 157 West Fifth Street, Second Floor, San Bernardino, California 92415.

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9) LONG-TERM OBLIGATIONS

The following is a summary of long-term obligations for the year ended June 30, 2019:

Governmental Activities:

	Beginning at July 1, 2018	Additions	Deletions	Balance June 30, 2019	Due Within One Year	Due in More Than One Year
Certificate of Participation	$ 1,015,000	$ -	$ (240,000)	$ 775,000	$ 250,000	$ 525,000
Direct Borrowings:						
Capital Lease	8,442,551	3,556,613	(203,473)	11,795,691	310,380	11,485,311
Notes Payable	1,162,000	2,000,000	(430,000)	2,732,000	218,000	2,514,000
Margin Loan	3,627,382	-	(3,627,382)	-	-	-
Compensated Absences	7,469,585	1,941,039	(1,379,302)	8,031,322	1,445,638	6,585,684
Claims Payable (Note 17)	13,289,207	5,353,924	(2,865,177)	15,777,954	2,840,031	12,937,923
Total	$ 35,005,725	$ 12,851,576	$ (8,745,334)	$ 39,111,967	$ 5,064,049	$ 34,047,918

Business-type Activities:

	Beginning at July 1, 2018	Additions	Deletions	Balance June 30, 2019	Due Within One Year	Due in More Than One Year
Compensated Absences	$ 72,074	$ 41,759	$ (13,309)	$ 100,524	$ 18,094	$ 82,430
Direct Borrowings:						
Debt with Concessionaire:						
Water	35,037,028	$ -	(694,993)	34,342,035	738,732	33,603,303
Wastewater	123,704,358	-	(1,548,183)	122,156,175	1,687,525	120,468,650
Subtotal	158,741,386	-	(2,243,176)	156,498,210	2,426,257	154,071,953
Due to Other Governments	383,555	-	-	383,555	-	383,555
Total	$159,197,015	$ 41,759	$ (2,256,485)	$156,982,289	$ 2,444,351	$154,537,938

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9) LONG-TERM OBLIGATIONS - Continued

Governmental Activities

Long-term debt of the governmental activities at June 30, 2019 is comprised of the following:

Certificates of Participation

2007 Refunding Certificates of Participation: On December 19, 2007, the City of Rialto issued $3,500,000 serial and term certificates of participation bearing interest at a rate of 3.98%. The term certificates mature through January 20, 2022 in amounts ranging from $185,000 to $335,000. Proceeds of the certificates of participation were split between governmental funds (87%) and proprietary funds (13%). Each fund type's respective share of the liability is reflected in its long-term debt and is payable from those funds.

The refunding was undertaken to remove restrictive bond covenants associated with the 1997 Certificates of Participation and to reduce total future debt service payments. The reacquisition price exceeded the net carrying amount of the old debt by $36,550. This amount is reported as a deferred outflow of resources and is amortized over the refunded debt's life, which is the same as the new debt. The balance of the deferral on refunding is $5,218 as of June 30, 2019. $ 674,250

Reported with Internal Service Funds

2007 Refunding Certificates of Participation: On December 19, 2007, the City of Rialto issued $3,500,000 serial and term certificates of participation bearing interest at a rate of 3.98%. The term certificates mature through January 20, 2022 in amounts ranging from $185,000 to $335,000. Proceeds of the certificates of participation were split between governmental funds (87%) and proprietary funds (13%). Each fund type's respective share of the liability is reflected in its long-term debt and is payable from those funds. 100,750

$ 775,000

Capital Leases

On May 31, 2017, the City entered into an equipment lease-purchase agreement in the amount of $2,455,000 to acquire energy efficient equipment including HVAC, lighting retrofits and controls to be repaid over 15 years. The lease bears interest at a rate of 3.6% multiplied by the margin rate factor provided that the resulting interest rate shall not exceed 4%. The margin rate factor is the greater of (i) 1.0 and (ii) one minus the maximum federal corporate tax rate newly in effect multiplied by (b) one divided by the sum of one minus the maximum federal corporate tax rates as of the commencement date. The effective date of any change in the margin rate factor shall be effective date of the decrease or increase in the maximum federal corporate tax rate resulting in such change. The obligation is secured by a first priority and perfected lien and security interest on the equipment. In the event of default, any amount outstanding could be declared immediately due and the equipment required to be returned to the lessor. $ 2,201,359

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9) LONG-TERM OBLIGATIONS - Continued

Governmental Activities - Continued

Capital Leases - Continued

On November 30, 2017, the City entered into an equipment lease-purchase agreement by issuance of Clean Renewable Energy Bonds (CREBS) in the amount of $6,353,963 to acquire solar panels to be repaid over 20 years. The lease bears interest at a rate of 3.42% multiplied by the margin rate factor provided that the resulting interest rate shall not exceed 6.25%. The margin rate factor is the greater of (i) 1.0 and (ii) one minus the maximum federal corporate tax rate newly in effect multiplied by (b) one divided by the sum of one minus the maximum federal corporate tax rates as of the commencement date. The effective date of any change in the margin rate factor shall be effective date of the decrease or increase in the maximum federal corporate tax rate resulting in such change. The obligation is secured by a first priority and perfected lien and security interest on the equipment. In the event of default, any amount outstanding could be declared immediately due and the equipment required to be returned to the lessor.	$ 6,107,779
On October 31, 2018, the City entered into an equipment lease-purchase agreement in the amount of $3,556,613 to finance the Citywide Street Light Acquisition and Conversion Project. The lease bears interest at a rate of 3.60% multiplied by the margin rate factor provided that the resulting interest rate shall not exceed 8.00%. The margin rate factor is the greater of (i) 1.0 and (ii) one minus the maximum federal corporate tax rate newly in effect multiplied by (b) one divided by the sum of one minus the maximum federal corporate tax rates as of the commencement date. The effective date of any change in the margin rate factor shall be effective date of the decrease or increase in the maximum federal corporate tax rate resulting in such change. The obligation is secured by a first priority and perfected lien and security interest on the equipment. In the event of default, any amount outstanding could be declared immediately due and retake possession of the property.	3,486,553
	$ 11,795,691

Notes Payable

On August 8, 2002, the City entered into a Section 108 loan agreement with U.S. Department of Housing and Urban Development in the amount of $3,060,000, bearing 6.12% interest to finance the development of the Rialto Senior Center. In May 2015, the City refinanced this loan. The principal amount of the refinanced Section 108 loan was used to repay the entire loan balance of $1,702,000. Annual principal payments through August 1, 2022, range from $168,000 to $257,000. Interest of 1.75% is paid semi-annually. Payments on the loan are made from interest earned on the restricted loan investments and from Community Development Block Grant funds. In the event of default, the loan will continue to be paid through grant funds and no assets have been collateralized against the loan	$ 732,000

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9) LONG-TERM OBLIGATIONS - Continued

Governmental Activities - Continued

Notes Payable (2019A)

On March 28, 2019, the City's Public Financing Authority entered into a Section 108 loan agreement with the U.S. Department of Housing and Urban Development in the amount of $2,000,000, bearing 2.54% interest to finance improvements to Bud Bender Park. Annual principal payments through August 1, 2038 range from $81,000 to $132,000, paid semi-annually. Payments on the loan are made from interest earned on the restricted loan investments and from Community Development Block Grant funds. In the event of default, the loan will continue to be paid through Grant funds and no assets have been collateralized against the loan. $ 2,000,000

$ 2,732,000

Margin Loan

On February 28, 2018, the City entered into a Margin Loan financing arrangement for the purpose of the Citywide Street Light Acquisition and Conversion Project. The Margin Loan allows the City borrow funds using the City's existing cash and investment portfolio as security. Interest of 3.5% is paid semi-annually. Principal payments on the loan, ranging from $168,204 to $110,920 are paid semi-annually over a 13 year term through February 28, 2031. During the fiscal year, this loan was refinanced to a capital lease obligation. $ -

The annual requirements to amortize outstanding long-term debt other than compensated absences are as follows:

Year Ending June 30,	Certificates of Participation		
	Principal	Interest	Total
2020	$ 250,000	$ 30,845	$ 280,845
2021	255,000	20,895	275,895
2022	270,000	10,746	280,746
Total	$ 775,000	$ 62,486	$ 837,486

Year Ending June 30,	Capital Lease		
	Principal	Interest	Total
2020	$ 144,022	$ 86,627	$ 230,649
2021	156,363	80,744	237,107
2022	169,398	74,360	243,758
2023	161,990	67,658	229,648
2024	158,392	61,214	219,606
2025-2029	826,366	209,622	1,035,988
2030-2032	584,828	41,831	626,659
Total	$ 2,201,359	$ 622,056	$ 2,823,415

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9) LONG-TERM OBLIGATIONS - Continued

Governmental Activities - Continued

Year Ending June 30,	Capital Lease (CREBS) Principal	Interest	Total
2020	$ 1,001	$ 208,880	$ 209,881
2021	6,476	208,840	215,316
2022	19,280	208,530	227,810
2023	109,652	207,738	317,390
2024	205,022	202,551	407,573
2025-2029	1,408,322	887,520	2,295,842
2030-2034	2,207,788	588,548	2,796,336
2035-2038	2,150,238	152,552	2,302,790
Total	$ 6,107,779	$ 2,665,159	$ 8,772,938

Year Ending June 30,	Capital Lease (2019) Principal	Interest	Total
2020	$ 165,357	$ 125,970	$ 291,327
2021	194,276	119,802	314,078
2022	201,598	112,312	313,910
2023	209,024	104,886	313,910
2024	216,597	97,187	313,784
2025-2029	1,209,071	360,609	1,569,680
2030-2034	1,290,630	120,540	1,411,170
Total	$ 3,486,553	$ 1,041,306	$ 4,527,859

Year Ending June 30,	Notes Payable Principal	Interest	Total
2020	$ 218,000	$ 18,811	$ 236,811
2021	233,000	14,455	247,455
2022	249,000	9,222	258,222
2023	32,000	3,148	35,148
Total	$ 732,000	$ 45,636	$ 777,636

Year Ending June 30,	Notes Payable (2019A) Principal	Interest	Total
2020	$ -	$ 52,795	$ 52,795
2021	81,000	61,695	142,695
2022	83,000	59,595	142,595
2023	84,000	57,459	141,459
2024	87,000	55,250	142,250
2025-2029	480,000	238,191	718,191
2030-2034	555,000	158,585	713,585
2035-2038	630,000	57,405	687,405
Total	$ 2,000,000	$ 740,975	$ 2,740,975

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9) LONG-TERM OBLIGATIONS - Continued

Business-type Activities

Long-term debt of the business-type activities at June 30, 2019 is comprised of the following:

Collateralized Debt - Concessionaire Agreement

The Rialto Utility Authority has entered into an agreement on March 27, 2012 with Rialto Water Services, LP (the Concessionaire) to provide services with respect to the Utility Facilities for a term of 30 years. As part of the agreement, the Concessionaire provided $41,037,000 of funds restricted to water and wastewater utility capital projects, $35,000,000 of back-due rent to the City General Fund and defeased the previous debt of the Utility Authority. The City contributed $5,093,528 to the Concessionaire for the agreement. This resulted in a borrowing totaling $38,249,443 in the Water Enterprise Fund and $130,472,604 in the Wastewater Enterprise Fund with interest rates of 6.293% and 8.969%, respectively. Revenue earned in the Water and Wastewater Enterprise Funds is pledged to repay the collateralized debt with the Concessionaire. See Note 13 for further information regarding the agreement. $ 156,498,210

The City has pledged future water customer revenues, net of specified operating expenses, to repay $38,249,443 in collateralized debt issued in November 2012. Proceeds from the collateralized debt provided financing as shown in the table on the next page. The bonds are payable solely from water customer net revenues and are payable through November 2042. The total principal and interest remaining to be paid on the bonds is $65,000,388 as of June 30, 2019. Principal and interest paid for the current year and total customer net revenues (expenses) (operating income plus depreciation) available to pay the principal and interest were $694,993 and $2,205,007, respectively.

The City has pledged future wastewater customer revenues, net of specified operating expenses, to repay $130,472,604 in wastewater collateralized debt issued in November 2012. Proceeds from the collateralized debt provided financing as shown in the table on the next page. The bonds are payable solely from wastewater customer net revenues and are payable through November 2042. The total principal and interest remaining to be paid on the bonds is $296,884,938 as of June 30, 2019. Principal and interest paid for the current year and total customer net revenues (operating income less depreciation) available to pay the principal and interest were $1,548,183 and $11,133,817, respectively.

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9) LONG-TERM OBLIGATIONS - Continued

Business-type Activities

Collateralized Debt - Concessionaire Agreement - Continued

As part of the concession agreement, the Concessionaire provided funds to the Authority for the following purposes:

Funds	Wastewater	Water	Application of Funds
Cost estimate for the Utility Facilities improvements	$ 28,066,000 *	$ 12,971,000 *	Construction account
Defeased obligations	23,648,443	2,893,669	Defease or repay existing obligations
Initial funding of rate stabilization accounts	22,962,201	8,952,242	Rate stabilization account
Initial working capital deposits to Authority expenses accounts	468,034	509,871	Provide operating funds for expenses
Initial funding of operating routine repair accounts	1,000,000	1,000,000	Provide funds for routine repairs
Initial funding of reserve accounts	5,503,530	2,971,001	Fund reserve accounts
Provide funding to repay General Fund	32,000,000	3,000,000	Pay General Fund lease payments
Cost for financing	16,824,396	5,951,660	
	$ 130,472,604	$ 38,249,443	

* - The City has received $3,235,154 of these proceeds from the Concessionaire. The remaining funds are maintained in an investment account in the name of the Concessionaire for the benefit of the City and are recorded as a concessionaire receivable in the Wastewater and Water Enterprise Fund.

In addition, the City contributed $5,093,528 in fiscal year 2012-2013 to the Concessionaire for the agreement.

The agreement allows the Concessionaire the right to pledge the user fees to obtain the financing. The Authority is to establish user fees in an amount sufficient to pay all expenses of the utility including the payments to the Concessionaire for services, reimbursements and capital charges.

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9) LONG-TERM OBLIGATIONS - Continued

Business-type Activities

Collateralized Debt - Concessionaire Agreement - Continued

The capital charges to be paid by the Concessionaire are effectively debt service payments for providing the financing. The Authority received proceeds in exchange for pledging specific future revenues from the Utilities. The Authority maintains active involvement in the utilities as the Authority is responsible for setting user fees and will approve and oversee improvements to the facilities.

The annual requirements to amortize outstanding long-term debt other than compensated absences are as follows:

Year Ending June 30,	Water Debt with Concessionaire	Interest	Wastewater Debt with Concessionaire	Interest	Total
2020	$ 738,732	$ 2,161,268	$ 1,687,525	$ 10,944,475	$ 15,532,000
2021	785,223	2,114,777	1,839,407	10,842,593	15,582,000
2022	834,640	2,065,360	2,004,960	10,677,040	15,582,000
2023	887,167	2,012,833	2,185,414	10,496,586	15,582,000
2024	943,000	1,957,000	2,380,109	10,299,891	15,582,000
2025-2029	5,683,505	8,816,495	15,539,447	47,870,553	77,910,000
2030-2034	7,711,644	6,788,356	23,909,742	39,500,258	77,910,000
2035-2039	10,463,516	4,036,484	36,788,681	26,621,319	77,910,000
2040-2043	6,294,608	705,780	35,818,890	7,476,048	50,295,326
Total	$ 34,342,035	$ 30,658,353	$ 122,156,175	$ 174,728,763	$ 361,885,326

Due to Other Governments

County reimbursement agreement: Non-interest bearing agreement to reimburse the County of San Bernardino for certain construction costs for the Valley Boulevard wastewater line extension project, not to exceed $500,000. There are no provisions in the event of default and no assets were held as collateral. Sewer connection fees and treatment plant expansion fees paid by property owners connecting to the sewer line will reimburse the County for the construction costs commencing January 31, 1998 and is expected to be repaid within 20 years.	$ 383,555

Compensated Absences

The City accounts for compensated absences (unpaid vacation, holiday, compensated time off, and sick leave) for all City employees in the governmental activities and business-type activities. The balance for accrued compensated absences at June 30, 2019 for the governmental activities is $8,031,322, for the business-type activities is $100,524, and for Successor Agency private-purpose trust fund is $89,494. Funding for the liability is expensed to come primarily from the General Fund for governmental and business-type activities and from the Private-Purpose Trust Fund for the Successor Agency, respectively.

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10) NO COMMITMENT DEBT

1996 Community Facilities District 87-1 Bonds: On October 1, 1996, the City issued Special Tax Refunding Bonds totaling $8,880,000 to refund the 1988 Limited Tax Obligation Bonds issued pursuant to the Mello-Roos Community Facilities Act of 1982, as amended. Proceeds of the refunded bonds provided for the construction and acquisition of certain public facilities to serve property located within the Community Facilities District No. 87-1. The refunding bonds are limited obligations of the District, payable solely from the Special Taxes and certain funds described in the Bond Resolution. Neither the credit nor taxing power of the City is pledged to the payment of the bonds. The City accounts for collection of taxes and the payment of debt service in a fiduciary capacity in its Agency Funds. At June 30, 2019, the bonds made its final payment and has been paid in full during the fiscal year.

2006 Community Facilities District 2006-1 Bonds: On August 8, 2006, the City issued Special Tax Bonds totaling $5,035,000 pursuant to the Mello-Roos Community Facilities Act of 1982, as amended. Proceeds of the bonds provided for the construction and acquisition of certain public facilities to serve property located within the Community Facilities District No. 2006-1. On December 12, 2016, these bonds were advance refunded the 2016 Bonds with a principal amount totaling $4,905,000. The 2016 Bond proceeds were used to fully repay the 2006-1 Bonds. The bonds are limited obligations of the District, payable solely from the Special Taxes and certain funds described in the Bond Resolution. Neither the credit nor taxing power of the City is pledged to the payment of the bonds. The City accounts for collection of the taxes and the payment of debt service in a fiduciary capacity in its Agency Funds. At June 30, 2019, bonds outstanding totaled $4,625,000 and the unamortized bond premium is $29,625.

11) PENSION PLANS

A. General Information about the Pension Plans

Plan Description - All qualified permanent and probationary employees are eligible to participate in the City's separate Safety (police and fire) and Miscellaneous (all other) Plans, agent multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plans are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of fulltime employment. Members with five years of total service are eligible to retire at age 50 to 62 with statutorily reduced benefits. For employees hired into a plan with the 1.5% at 65 formula, eligibility for service retirement is age 55 with at least 5 years of services. PEPRA miscellaneous members become eligible for service retirement upon attainment of age 52 with at least 5 years of service. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. Safety members can receive a special death benefit if the member dies while actively employed and the death is job-related. Fire members may receive the alternate death benefit in lieu of the Basic Death Benefit or the 1957 Survivor Benefit if the member dies while actively employed and has at least 20 years of total CalPERS service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

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11) PENSION PLANS - Continued

A. General Information about the Pension Plans - Continued

The Plans' provisions and benefits in effect at June 30, 2019, are summarized as follows:

	Miscellaneous		
Hire Date	Prior to November 21, 2010	Prior to January 1, 2013	On or After January 1, 2013
Benefit Formulas	2% at 55	2.7% at 55	2.0% at 62
Benefit Vesting Schedule	5 Years Service	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50 - 63	50 - 55	52 - 67
Monthly Benefits, as a % of Eligible Compensation	1.426% - 2.418%	2.0% - 2.7%	1.0% - 2.5%
Required Employee Contribution Rates	8%	8%	6.75%
Required Employer Contribution Rates	34.726%	34.726%	10.902%

	Safety	
Hire Date	Prior to January 1, 2013	On or After January 1, 2013
Benefit Formulas	3.0% at 50	2.7% at 57
Benefit Vesting Schedule	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life
Retirement Age	50	50 - 57
Monthly Benefits, as a % of Eligible Compensation	3.00%	2.0% - 2.7%
Required Employee Contribution Rates	9%	13%
Required Employer Contribution Rates	23.140%	13%

Employees Covered - At June 30, 2019, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous	Safety
Inactive Employees or Beneficiaries Currently Receiving Benefits	524	335
Inactive Employees entitled to but not Yet Receiving Benefits	74	31
Active Employees	166	154
Total	764	520

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

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11) PENSION PLANS - Continued

B. Net Pension Liability

The City's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2017, using an annual actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions - The total pension liabilities in the June 30, 2017 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous	Safety
Valuation Date	June 30, 2017	June 30, 2017
Measurement Date	June 30, 2018	June 30, 2018
Actuarial Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:		
Discount Rate	7.15%	7.15%
Inflation	2.75%	2.75%
Projected Salary Increase	Varies[(1)]	Varies[(1)]
Mortality Rate Table	CalPERS Membership Data[(2)]	CalPERS Membership Data[(2)]
Post Retirement Benefit Income	See Footnote[(3)]	See Footnote[(3)]

(1) Depending on age, service and type of employment.

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

(3) Contract COLA up to 2% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter.

All other actuarial assumptions used in the valuations were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report may be accessed on the CalPERS website at **www.calpers.ca.gov** under Forms and Publications.

Discount Rate - The discount rate used to measure the total pension liability at June 30, 2018 and 2017 measurement dates was 7.15% for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. The tests revealed the assets would not run out. Therefore, the 7.15% discount rate is appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long term expected discount rate of 7.15% is applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called "GASB 68 Crossover Testing Report" that can be obtained from the CalPERS website.

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

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11) PENSION PLANS - Continued

B. Net Pension Liability - Continued

***Discount Rate* - Continued**

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF) cash flows. Taking into account historical returns of all the Public Employee Retirement Funds' asset classes (which includes the agent plan and two cost sharing plans or PERF A, B, and C funds), expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each PERF fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above the rounded down to the nearest one quarter of one percent.

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

Asset Class[a]	Assumed Asset Allocation	Real Return Years 1 - 10[b]	Real Return Years 11+[c]
Global Equity	50.0%	4.80%	5.98%
Global Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	-	0.77%	1.80%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	-	-0.92%
Total	100%		

(a) In the System's CAFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.
(b) An expected inflation of 2.00% used for this period.
(c) An expected inflation of 2.92% used for this period.

Subsequent Events

In December 2016, CalPERS' Board of Directors voted to lower the discount rate used in its actuarial valuations from 7.5% to 7.0% over the three fiscal years, beginning in fiscal year 2018. The change in the discount rate will affect the contribution rates for employers beginning in fiscal year 2019, and result in increases to employers' normal costs and unfunded actuarial liabilities.

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11) PENSION PLANS - Continued

C. Changes in the Net Pension Liability

The changes in the net pension liability for the Miscellaneous Plan, using the measurement date of June 30, 2018, are as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (c)=(a)-(b)
Balance at June 30, 2017	$ 129,035,713	$ 89,105,813	$ 39,929,900
Changes in the Year:			
Service Cost	2,003,976	-	2,003,976
Interest on the Total Pension Liability	8,993,449	-	8,993,449
Changes in Benefit Terms	-	-	-
Changes in Assumptions	(799,662)	-	(799,662)
Differences between Expected and Actual Experience	(254,150)	-	(254,150)
Net Plan to Plan Resource Movement	-	(218)	218
Contribution - Employer	-	3,194,249	(3,194,249)
Contribution - Employee	-	1,013,826	(1,013,826)
Net Investment Income	-	7,500,484	(7,500,484)
Benefit Payments, Including Refunds of Employee Contributions	(6,402,730)	(6,402,730)	-
Administrative Expenses	-	(138,851)	138,851
Other Miscellaneous Income/(Expense)	-	(263,681)	263,681
Net Changes	3,540,883	4,903,079	(1,362,196)
Balance at June 30, 2018 (Measurement Date)	$ 132,576,596	$ 94,008,892	$ 38,567,704

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11) PENSION PLANS - Continued

C. Changes in the Net Pension Liability - Continued

The changes in the net pension liability for the Safety Plan, using the measurement date of June 30, 2018, are as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (c)=(a)-(b)
Balance at June 30, 2017	$ 279,797,298	$ 189,288,055	$ 90,509,243
Changes in the Year:			
Service Cost	5,206,707	-	5,206,707
Interest on the Total Pension Liability	19,196,158	-	19,196,158
Changes in Benefit Terms	-	-	-
Changes in Assumptions	(8,400,860)	-	(8,400,860)
Differences between Expected and Actual Experience	450,278	-	450,278
Net Plan to Plan Resource Movement	-	(470)	470
Contribution - Employer	-	6,989,814	(6,989,814)
Contribution - Employee	-	2,893,086	(2,893,086)
Net Investment Income	-	16,082,104	(16,082,104)
Benefit Payments, Including Refunds of Employee Contributions	(11,944,712)	(11,944,712)	-
Administrative Expenses	-	(294,963)	294,963
Other Miscellaneous Income/(Expense)	-	(560,140)	560,140
Net Changes	4,507,571	13,164,719	(8,657,148)
Balance at June 30, 2018 (Measurement Date)	$ 284,304,869	$ 202,452,774	$ 81,852,095

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11) PENSION PLANS - Continued

C. Changes in the Net Pension Liability - Continued

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the City for each Plan, calculated using the discount rate for each Plan of 7.15%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.15%) or 1-percentage point higher (8.15%) than the current rate:

	Miscellaneous	Safety	Total
1% Decrease	6.15%	6.15%	6.15%
Net Pension Liability	$ 56,606,853	$ 124,362,782	$ 180,969,635
Current Discount Rate	7.15%	7.15%	7.15%
Net Pension Liability	$ 38,567,704	$ 81,852,095	$ 120,419,799
1% Increase	8.15%	8.15%	8.15%
Net Pension Liability	$ 23,755,621	$ 47,446,272	$ 71,201,893

Pension Plan Fiduciary Net Position - Detailed information about the Pension Plan's fiduciary net position is available in the separately issued CalPERS financial reports.

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2019, the City recognized pension expense of $6,193,411 and $7,461,108 for the Miscellaneous and Safety Plans, respectively. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for each Plan:

	Miscellaneous	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Made Subsequent to Measurement Date	$ 4,450,956	$ -
Changes in Assumptions	352,045	(436,179)
Difference between Expected and Actual Experience	-	(210,218)
Net Differences between Projected and Actual Earnings on Pension Plan Investments	262,197	-
Total	$ 5,065,198	$ (646,397)

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11) PENSION PLANS - Continued

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions - Continued

	Safety	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to Measurement Date	$ 10,754,325	$ -
Change in Assumptions	7,989,123	(6,130,357)
Difference between Expected and Actual Experience	328,581	(2,538,336)
Net Differences between Projected and Actual Earnings on Pension Plan Investments	406,506	-
Total	$ 19,478,535	$ (8,668,693)

	Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to Measurement Date	$ 15,205,281	$ -
Change in Assumptions	8,341,168	(6,566,536)
Difference between Expected and Actual Experience	328,581	(2,748,554)
Net Differences between Projected and Actual Earnings on Pension Plan Investments	668,703	-
Total	$ 24,543,733	$ (9,315,090)

$4,450,956 and $10,754,325 reported as deferred outflows of resources related to contributions subsequent to the measurement date for the Miscellaneous and Safety Plans, respectively, will be recognized as a reduction of the net pension liability in the year ending June 30, 2020. Other amounts reported as deferred outflows/inflows of resources related to pensions will be recognized as pension expense for each Plan as follows:

Year Ending June 30,	Deferred Outflows/(Inflows) of Resources		
	Miscellaneous	Safety	Total
2019	$ 953,112	$ 3,214,331	$ 4,167,443
2020	168,092	807,827	975,919
2021	(901,287)	(3,428,774)	(4,330,061)
2022	(252,072)	(537,867)	(789,939)
2023	-	-	-
Thereafter	-	-	-
Total	$ (32,155)	$ 55,517	$ 23,362

E. Payable to the Pension Plans

At June 30, 2019, the City has no outstanding amount of contributions to the pension plans required for the year ended June 30, 2019.

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12) OTHER POST EMPLOYMENT BENEFITS (OPEB)

Plan Description

The City provides postemployment healthcare benefits through the California Public Employees' Retirement System (CalPERS) healthcare program entitled Public Employees' Medical and Hospital Care Act (PEMHCA) to eligible employees and any qualified family members under the authority of a Memorandum of Understanding with the employee bargaining units. The City contributes toward the health premium based on the Memorandum of Understanding. The City does not provide a retiree contribution for dental, vision, or life insurance benefits.

The City no longer administers the plan as single-employer. Effective May 28, 2009, the City adopted the Public Agencies Post-Retirement Health Care Plan Trust, for which Union Bank serves as Trustee of the plan. Public Agency Retirement Services (PARS) is now the third party Trust Administrator of the plan. The Trust is a multiple employer trust established to provide economies of scale and efficient administration to public agencies that adopt it to hold the assets used to fund its OPEB obligation. The Trust is divided into agency accounts to hold the assets of each employer.

The assets shall be held in trust for the exclusive purpose of providing post-employment health care and welfare benefits to the eligible employees of the employer. Copies of PARS' annual financial report may be obtained from its executive office at 4350 Von Karman Avenue, Suite 100, Newport Beach, California 92660.

Upon attainment of a minimum age of 50 (or age 52, if a new miscellaneous employee was hired on or after January 1, 2013) and completion of a minimum State or public agency service requirement of five years, an employee may retire and remain covered at the City's expense for period depending on employment classification. The City is obligated to contribute toward the cost of retiree medical coverage for the retiree's lifetime or until coverage is discontinued. Benefits continue to dependents so long as they remain eligible for coverage. The City contributes 100% of medical premiums for the retiree and his or her covered dependents, but not more than the maximum monthly premiums as follows: $279.25 for single, $558.49 for two-party, and $726.04 for family. In addition, the City will not contribute less than the PEMHCA minimum employer contribution of $136 for 2019 and $133 for 2018. Insurance provided by the City will be supplemental to Medicare upon the retiree reaching the age of 65.

Funding Policy

The City generally makes an annual contribution to the Trust and currently pays benefits either directly to retirees or through PEMHCA during the year as pay-as-you-go expenses. The plan does not issue a publicly available financial report. The plan and Trust are reported as a fiduciary fund other post-employment benefit trust. The City did not make a contribution for the year ending June 30, 2019.

Employees Covered

As of June 30, 2019 actuarial valuation, the following current and former employees were covered by the benefit terms under the Plan:

Active employees	305
Inactive employees or beneficiaries currently receiving benefits	119
Inactive employees entitled to, but not yet receiving benefits	114
Total	538

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12) OTHER POST EMPLOYMENT BENEFITS (OPEB) - Continued

Contributions

The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2019, the City made contributions of $0 and $635,898 implied subsidy benefit payments.

Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2018 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2018 based on the following actuarial methods and assumptions:

Actuarial Assumptions

Discount Rate	3.38%
Inflation	2.75%
Salary Increases	3.25% plus merit
Investment Rate of Return	6.55%
Mortality Rate[(1)]	Derived using CalPERS Membership Data for all funds
Pre-Retirement Turnover[(2)]	Derived using CalPERS Membership Data for all funds
Healthcare Trend Rate	8.00% 4.50% (PEMHCA)

Notes:

(1) Pre-retirement mortality information was derived from data collected during 1997 to 2011 CalPERS Experience Study dated January 2014 and post-retirement mortality information was derived from the 2007 to 2011 CalPERS Experience Study. The Experience Study Reports may be access on the CalPERS website **www.calpers.ca.gov** under Forms and Publications.

(2) The pre-retirement turnover information was developed based on CalPERS specific data. For more details, please refer to the 2007 to 2011 Experience Study Report. The Experience Study Report may be accessed on the CalPERS website **www.calpers.ca.gov** under Forms and Publications.

The long-term expected rate of return on OPEB plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges 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 and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global Equity	57.0%	5.5%
Global Fixed Income	27.0%	2.35%
TIPS	5.0%	1.50%
REITS	8.0%	3.65%
Commodities	3.0%	1.75%
Total	100%	

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12) OTHER POST EMPLOYMENT BENEFITS (OPEB) - Continued

Discount Rate

The discount rate used to measure the total OPEB liability was 6.55 percent. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projects benefit payments to determine the total OPEB liability.

Changes in the OPEB Liability

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

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c) = (a)-(b)
Balance at June 30, 2018 ***(Valuation Date June 30, 2018)***	$ 56,669,193	$ 16,691,774	$ 39,977,419
Changes in the Year:			
Service Cost	1,928,465	-	1,928,465
Interest	2,068,297	-	2,068,297
Changes of Assumptions	1,811,535	-	1,811,535
Contributions - Employer	-	3,260,163	(3,260,163)
Net Investment Income	-	1,243,147	(1,243,147)
Benefit Payments	(1,969,858)	(1,969,858)	-
Administrative Expense	-	(34,725)	34,725
Net Changes	3,838,439	2,498,727	1,339,712
Balance at June 30, 2019 ***(Measurement Date June 30, 2018)***	$ 60,507,632	$ 19,190,501	$ 41,317,131

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

The following presents the net OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2018:

	1% Decrease (2.38%)	Current Discount Rate (3.38%)	1% Increase (4.38%)
Net OPEB Liability	$ 51,244,893	$ 41,317,131	$ 33,392,775

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12) OTHER POST EMPLOYMENT BENEFITS (OPEB) - Continued

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

The following presents the net OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2018:

	1% Decrease	Current Trend	1% Increase
Net OPEB Liability	$ 32,328,946	$ 41,317,131	$ 54,657,164

OPEB Plan Fiduciary Net Position

CERBT issues a publicly available financial report that may be obtained from the California Public Employees Retirement System Executive Office, 400 P Street, Sacramento, California 95814.

Recognition of Deferred Outflows and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time.

Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense.

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

Net difference between projected and actual earnings on OPEB plan investments	5 years
All other amounts	Expected average remaining service lifetime (EARSL)

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

For the fiscal year ended June 30, 2019, the City recognized OPEB expense of $2,382,877. As of fiscal year ended June 30, 2019, the City reported deferred outflows and inflows of resources related to OPEB from the following services:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	$ 635,898	$ -
Changes in assumptions	-	(1,166,619)
Net differences between projected and actual earnings on OPEB plan investments	-	(604,021)
Total	$ 635,898	$ (1,770,640)

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12) OTHER POST EMPLOYMENT BENEFITS (OPEB) - Continued

***OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB* - Continued**

The $635,898 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2018 measurement date as the valuation was for the same reporting period. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized as expense as follows:

Year Ended June 30,	Deferred Outflow/(Inflows) of Resources
2020	$ (514,179)
2021	(514,179)
2022	(514,181)
2023	(342,118)
2024	(27,038)
Thereafter	141,055

13) CONCESSIONAIRE AGREEMENT

The City of Rialto (City) owns certain revenue producing water and wastewater enterprise facilities (Utility Facilities) which the City leases to the Rialto Utility Authority (Authority) for a term of 55 years ending in 2056. The Authority entered into an agreement dated March 27, 2012 with Rialto Water Services, LP (the Concessionaire) to provide services with respect to the Utility Facilities for a term of 30 years and the City approved such selection as set forth in City Resolution 6095 and Authority Resolution 05-12. The Concessionaire was formed for the sole purpose for arranging for the Authority to engineer, design, construct, operate and maintain the Utility Facilities, provide billing and collection services, and to provide financing for the Utility Facilities subject to the terms of the agreement.

Wastewater Facility

The City continues to own the Wastewater Facility and the Authority continues to hold the long-term facility lease under the agreement. The Concessionaire has been afforded long-term nonexclusive access and use of the facilities to perform the services required under the agreement. Section 5.1 of the agreement specifies the services to be performed by the Concessionaire which include operating and performing maintenance of the wastewater facility, wastewater facility improvements, staffing the wastewater facility, monitoring of the influent and effluent, preparing and certifying discharge monitoring reports required under the WDR permit, purchasing supplies for the facilities, billing and collection of fees and other services to operate the facility. The City on behalf of the Authority is responsible for selection of location and facilities for the off-site disposal of the sewage sludge delivered by the Concessionaire to a staging are located at the wastewater facility site. The Authority is responsible for the selection of facilities for the treatment or disposal of solid waste.

The Concessionaire is to bill and collect all user fees related to the Wastewater Facility which include (a) sewer service fees, charges and assessments, (b) wastewater connection charges, wastewater user connection deposits, assessments and fees, (c) wastewater treatment charges, assessments and fees and (d) other revenue or income derived from use and operation of the Wastewater Facility. All Wastewater Facility User Fees are to be deposited in a Lockbox Account in accordance with the trust agreement.

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13) CONCESSIONAIRE AGREEMENT - Continued

Wastewater Facility - Continued

The Authority and the City are to establish all rates with respect to the Wastewater Facility User Fees in an amount sufficient to pay all compensation to the Concessionaire including capital charges (see Note 9) to pay for concessionaire financing and all other costs to operate and maintain the Wastewater Facility.

The Concessionaire is entitled to be reimbursed from an account that is not subject to the trust agreement with respect to the design and construction of the Wastewater Facility Improvements, in an amount that is equal to the actual costs incurred.

The Concessionaire is also to be paid Wastewater Service Fee which is the sum of (a) Wastewater Fixed Component (b) Wastewater Routine R&R Component (c) Wastewater Chemical Component and (d) Wastewater Labor Component. The Wastewater Fixed Component is to pay for the services of the Concessionaire to operate the Wastewater Facility (excluding, however, the services and compensation that are otherwise expressly provided elsewhere in the agreement) and the costs for maintenance consumables. The Wastewater Fixed Component is adjusted each contract year by a Wastewater Adjustment Escalator. The Wastewater Routine R&R Component is for services related to the routine repair and replacement of the Wastewater Facility which is also adjusted each contract year by a Wastewater Adjustment Escalator.

The Wastewater Chemical Component is to reimburse the Concessionaire for chemicals used in the operation of the Wastewater Facility. Following each contract year, the chemical component is subject to a reconciliation and adjustment process to reimburse the Concessionaire to pay only for actual costs. The Wastewater Labor Component is to pay the Concessionaire for labor costs. After the first year, this amount is adjusted by the Wastewater Labor Adjustment Escalator.

The amount paid in fiscal year 2018-19 for the Wastewater Fixed Fee, which is included in the cost of sales and services expense in the Wastewater Fund, totaled $6,350,537 detailed as follows:

	Actual
Wastewater Fixed Component	$ 2,180,252
Wastewater Routine R&R Component	223,832
Wastewater Chemical Component	729,932
Wastewater Labor Component	3,216,521
Total Wastewater Fixed Fee	$ 6,350,537

The Wastewater Fixed Fee is required annually through November 2042 and will require the above payments annually through November 2018.

The Wastewater Fixed Fee from December 2018 through November 2042 will be based on the above amounts, but may be adjusted for unexpected utility activity and inflation.

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13) CONCESSIONAIRE AGREEMENT - Continued

Wastewater Facility - Continued

The Concessionaire is entitled to a Wastewater Reimbursable Payment in an amount equal to the cost and expense incurred by the Concessionaire plus a mark up to operate the wastewater plant. The Wastewater Reimbursable Payment consists of (a) Wastewater Miscellaneous Expense Reimbursement (b) Wastewater Operating R&R Reimbursement and (c) Wastewater Excess Routine R&R Reimbursement. Section 8.3 of the concession agreement provides additional information of the various components of these reimbursable amounts.

The Authority is required to pay a capital charge of $12,682,000 annually for a period of 30 years to pay for the financing provided by the Concessionaire (see Note 9). The capital charges for the period are set for a specific amount through June 30, 2043. The capital charge is not adjusted by the Wastewater Adjustment Escalator. However, the capital charges related to the Wastewater Facility may be adjusted in accordance with Section 2.5 or increased as provided in Section 8.8 of the concession agreement.

The Concessionaire is also to be compensated for a specific amount for a specific period for providing services related to the construction of the Wastewater Facility Improvements.

Water Facility

The City continues to own the Utility Facility and the Authority continues to hold the long-term facility lease under the agreement. The Concessionaire has been afforded long-term nonexclusive access and use of the facility to perform the services required under the agreement. Section 11.1 of the agreement specifies the services to be performed by the Concessionaire which include operating and performing maintenance of the water facility, water facility improvements, staffing the water facility, monitoring of the quality of the water, purchasing supplies for the facility, billing and collection fees and other services to operate the facility.

The Concessionaire is to bill and collect all user fees related to the Water Facility which include: (a) water service fees, charges and assessments, (b) water connection charges, water user connection deposits, and assessments and fees, (c) water delivery charges, assessments and fees and (d) other revenue or income derived from use and operation of the Water Facility. All Water Facility user fees are to be deposited in a Lockbox Account in accordance with the trust agreement.

The Authority and the City are to establish all rates with respect to the Water Facility User Fees in an amount sufficient to pay all compensation to the Concessionaire including capital charges to pay for Concessionaire financing and all other costs to operate and maintain the Water Facility.

The Concessionaire is entitled to be reimbursed from an account that is not subject to the trust agreement with respect to the design and construction of the Water Facility Improvements, in an amount that is equal to the actual costs incurred.

The Concessionaire is also to be paid a Water Service Fee which is the sum of (a) Water Fixed Component (b) Water Routine R&R Component (c) Water Chemical Component and (d) Water Labor Component. The Water Fixed Component is to pay for the services of the Concessionaire to operate the Water facility (excluding, however, the services and compensation that are otherwise expressly provided elsewhere in the agreement) and the costs for maintenance consumables. The Water Fixed Component is adjusted each contract year by a Water Adjustment Escalator. The Water Routine R&R Component is for services related to the routine repair and replacement of the Water

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13) CONCESSIONAIRE AGREEMENT - Continued

Water Facility - Continued

Facility which is also adjusted each contract year by a Wastewater Adjustment Escalator. The Water Chemical Component is to reimburse the Concessionaire for chemicals used in the operation of the Water Facility. Following each contract year, the chemical component is subject to a reconciliation and adjustment process to reimburse the Concessionaire to pay only for actual costs. The Water Labor Component is to pay the Concessionaire for labor costs. After the first year, this amount is adjusted by the Water Labor Adjustment Escalator.

The amount paid in fiscal year 2018-19 for the Water Fixed Fee, which is included in the cost of sales and services expense in the Water Fund, totaled $5,552,300 detailed as follows:

	Actual
Water Fixed Component	$ 2,262,602
Water Routine R&R Component	223,832
Water Chemical Component	63,094
Water Labor Component	3,002,772
Total Water Fixed Fee	$ 5,552,300

The Water Fixed Fee is required annually through November 2042 and will require the above payments annually through November 2018.

The Water Fixed Fee from December 2018 through November 2042 will be based on the above amounts, but may be adjusted for unexpected utility activity and inflation.

The Concessionaire is entitled to a Water Reimbursable Payment in an amount equal to the cost and expenses incurred by the Concessionaire plus a mark up to operate the Water Facility. The Water Reimbursable Payment consists of (a) Water Miscellaneous Expense Reimbursement (b) Water Operating R&R Reimbursement and (c) Water Excess Routine R&R Reimbursement. Section 4.3 of the concession agreement provides additional information of the various components of these reimbursable amounts.

The Authority is required to pay a capital charge of $2,900,000 annually for a period of 30 years to pay for the financing provided by the Concessionaire. The capital charges for the period are set for a specific amount through June 30, 2042. The capital charge is not adjusted by the Water Adjustment Escalator. However, the capital charges related to the Water Facility may be adjusted in accordance with Section 2.5 or increased as provided in Section 14.8 of the concession agreement.

The Concessionaire is also to be compensated for a specific amount for a specific period for providing services related to the construction of the Water Facility Improvements.

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14) OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES

Accumulated Fund Deficits and Net Position

The following funds reported deficits in their respective fund balance and net position at June 30, 2019:

	Fund Deficit/ Net Position
Other Governmental Special Revenue Funds:	
Local Transportation Development	$ (2,010)
Transportation Enhancement Activities	(11,400)
Police Grants	(41,583)
Community Service Grants	(98,080)
CDBG Housing	(218,808)
Neighborhood Stabilization Program	(2,326)
Transportation Development Act (TDA)	(250,000)
Other Enterprise Funds:	
Recreation and Community Service	(3,946,785)
Internal Service Funds:	
Workers' Compensation	(3,194,785)
Fleet Management	(1,141,940)

These deficits are expected to be relieved from future revenues or transfers from other funds.

15) RELATED PARTY AGREEMENTS

On May 1, 2001, the Utility Authority entered into an agreement with the City to lease the Waste and Wastewater Utilities. Payments are to be paid by the Utility Authority to the City from the Water and Wastewater Utility Fund funded by surplus utility revenues. All of the surplus revenues have been irrevocably pledged for these purposes. The annual lease payments are reflected as expenses and income among the respective funds.

16) OTHER INFORMATION

Litigation

At June 30, 2019, the City was a defendant in a number of lawsuits arising in the ordinary course of operations, which allege liability on the part of the City in connection with workers' compensation and general liability matters. Management believes that potential losses related to these lawsuits will not materially affect the financial position of the City.

Contingent Sale

On April 1, 2008, the City entered into an Escrow Agreement with the Federal Aviation Administration (FAA), the San Bernardino International Airport Authority (SBIAA), and First American Title Insurance Company. On September 25, 2012, the City of Rialto approved the Amended and Restated Contract of Sale with Lewis-Hillwood Rialto LLC (LHR).

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16) OTHER INFORMATION

Contingent Sale - Continued

On July 23, 2013 the City and LHR entered into the Protocol Agreement referring Contingent Liability. On February 4, 2014 the City entered into an Amended and Restated Agreement Regarding Transfer of Certain Aviation Assets with the San Bernardino International Airport Authority. On December 13, 2016, the City Council adopted Ordinance 1584 approving a Development Agreement with Lewis-Hillwood Rialto LLC, adopted Resolution No. 7050 approving the First Implementation Agreement referring the Second Amended and Restated Contract of Sale for Areas B, C and D, and adopted other related resolutions. These arrangements grant LHR an option to purchase the Airport Property subject to satisfaction of conditions, with the land sales proceeds distributed between the City, SBIAA, and LHR.

The City conveyed the Airport Property to the former Redevelopment Agency in June 2007. Upon dissolution of redevelopment by the state in 2012, the City rescinded the Purchase and Sale Agreement and demanded title back from the Agency. A quitclaim deed was recorded on September 12, 2012. The Department of Finance originally contested the transfer, but by letter dated October 18, 2013 concurred that the Airport Property could be retained by the City as a governmental use in accordance with Health and Safety Code Section 34181(a).

The Airport has received substantial support from the FAA in the form of grants and awards for land acquisition, runways and other capital improvements. Consequently, upon sale, the FAA and its designee, the San Bernardino International Airport Authority (SBIAA), will be entitled to a share of the proceeds, a closure obligation. The agreement entered into on February 4, 2014 between the City and SBIAA provides for a total release payment of up to $34.8 million.

In June 2007, the City submitted its closure plan to the FAA and the state government officials notifying them of the pending closure and describing the orderly cessation of aviation operations. In 2014, the City relocated the aviation tenants and closed the Airport to fixed wing aviation activities on September 18, 2014. On April 1, 2015, the City filed Form 7480-1 with the FAA and closed the Airport to all general aviation activities.

Finally, the City negotiated an early release of profit participation. In March 2017, the City and SBIAA each received a payment of $3,000,000 from LHR as a portion of the Contingent Purchase Price.

Upon closure, the City will be required to repay the FAA for certain grants received that are not considered fully amortized. At June 30, 2019, all FAA grants have been fully amortized.

17) RISK MANAGEMENT

The City 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 City retains the risk of loss for general liability and workers' compensation claims of up to $350,000 and $400,000, respectively, per person per occurrence. The City has established the General Liability and Workers' Compensation Internal Service Funds to account for and finance uninsured risks of loss related to general liabilities and workers' compensation claims, respectively. Liabilities are accrued when incurred, whether or not reported.

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17) RISK MANAGEMENT - Continued

The City is also a member of the Public Agency Risk Sharing Authority of California (PARSAC) for general liability, a public entity risk pool consisting of a consortium of 36 cities in California. PARSAC was established to pool resources, share risks, purchase excess insurance and share costs for professional risk management and claims administration. General Liability claims exceeding the self-insured retention (SIR) of $350,000 are covered by PARSAC up to a maximum of $1,000,000 on an annual aggregate basis. Claims in excess of the $1,000,000 annual limit are covered by CSAC-EIA up to $34,000,000 on an annual aggregate basis. The City is not a member of a pool for workers' compensation. Claims exceeding City's $400,000 SIR are covered by CSAC-EIA up to $5,000,000 on an annual aggregate basis.

The City continues to carry commercial insurance for all other risks of loss, including employee health, property, fire, water, boiler and machinery insurance. Settled claims resulting from these risks have not exceeded commercial insurance covered in any of the past three fiscal years. In addition, there has not been a significant reduction in insurance coverage during the year.

All Funds of the City participate in the risk management program and make payments to the respective Internal Service Fund based on estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Claims liabilities are reported when it is probable that a loss has occurred and the amount can be reasonably estimated. Claims liabilities are calculated considering the effects of inflation and recent claim settlement awards, including the frequency and amount of payouts.

Changes in the Workers' Compensation and the General Liability Internal Service Funds' claims liability amounts in fiscal years 2019 and 2018 were as follows:

	Workers' Compensation Internal Service Fund		General Liability Internal Service Fund	
	2019	2018	2019	2018
Claims Payable, Beginning of Year	$ 10,110,351	$ 10,139,000	$ 3,178,856	$ 3,494,000
Current Year Claims and Changes in Estimates	5,099,860	3,221,398	254,064	1,091,950
Claim Payments	(2,379,293)	(3,250,047)	(485,884)	(1,407,094)
Claims Payable, End of Year	$ 12,830,918	$ 10,110,351	$ 2,947,036	$ 3,178,856

18) SUCCESSOR AGENCY DISCLOSURES

On June 29, 2011, Assembly Bills x1 26 (the Dissolution Act) and x1 27 were enacted as part of the fiscal year 2011-12 State budget package.

On June 27, 2012, as part of the fiscal year 2012-13 State budget package, the Legislature passed and the Governor signed AB 1484, which made technical and substantive amendments to the Dissolution Act based on experience to date at the State and local level in implementing the Dissolution Act.

In September 2015, the Legislature passed and the Governor signed SB 107, which made additional changes to the Dissolution Act.

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18) SUCCESSOR AGENCY DISCLOSURES - Continued

Under the Dissolution Act, each California redevelopment agency (each Dissolved RDA) was dissolved as of February 1, 2012, and the sponsoring community that formed the Dissolved RDA, together with other designated entities, have initiated the process under the Dissolution Act to unwind the affairs of the Dissolved RDA. A Successor Agency was created for each Dissolved RDA which is the sponsoring community of the Dissolved RDA unless it elected not to service as the Successor Agency. On September 27, 2011, the City elected to serve as the Successor Agency of the Rialto Redevelopment Agency.

The Dissolution Act also created oversight boards which monitor the activities of the Successor Agencies. The roles of the Successor Agencies and oversight boards is to administer the wind down of each Dissolved RDA which includes making payments due on enforceable obligations, disposing of the assets (other than housing assets) and remitting the unencumbered balances of the Dissolved RDAs to the County Auditor-Controller for distribution to the affected taxing entities.

The Dissolution Act allowed the sponsoring community that formed the Dissolved RDA to elect to assume the housing functions and take over the certain housing assets of the Dissolved RDA. If the sponsoring community does not elect to become the Successor Housing Agency and assume the Dissolved RDA's housing functions, such housing functions and all related housing assets will be transferred to the local housing authority in the jurisdiction. AB 1484 modified and provided some clarifications on the treatment of housing assets under the Dissolution Act. The Housing Authority elected on January 24, 2012 to serve as the Housing Successor Agency.

After the date of dissolution, the housing assets, obligations and activities of the Dissolved RDA have been transferred and are reported in the Housing Authority Special Revenue Fund in the financial statements of the City. All other assets, obligations, and activities of the Dissolved RDA have been transferred and are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City.

In the current and future fiscal years, the Successor Agency will only be allocated revenue from the County of San Bernardino in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the Dissolved RDA until all enforceable obligations of the Dissolved RDA have been paid in full and all assets have liquidated.

The assets and liabilities of the former Redevelopment Agency (Agency), except for assets related to the low and moderate income housing fund, were transferred to the Successor Agency of the City of Rialto Redevelopment Agency on February 1, 2012 as a result of the dissolution of the former Redevelopment Agency. The City is acting in a fiduciary capacity for the assets and liabilities. Disclosure related to assets and liabilities are as follows:

Notes Receivable

Effective June 1, 2005, the Agency and the Rialto Unified School District (the District) entered into a Cooperative Agreement whereby the Agency made a portion of the proceeds of the 2005 Series A Tax Allocation Bonds available to the District to assist the District in financing a portion of the cost of the Rialto Unified School District Facilities. These proceeds totaled $2,717,131. Under the Cooperative Agreement, the District will forego tax increment revenues that otherwise would have been transferred to it by the Agency pursuant to two pass-through agreements by and between the District and the Agency, and pursuant to the statutory requirements for payments to affected taxing agencies.

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18) SUCCESSOR AGENCY DISCLOSURES - Continued

Notes Receivable - Continued

The amount of pass-through payments that was retained by the Agency were calculated to be sufficient to cover the portion of debt service on the 2005 Series A Tax Allocation Bonds allocated to the $2,717,131 transferred to the District, plus a coverage factor. Upon the dissolution of the former redevelopment agency at February 1, 2002, the outstanding balance of the receivables was transferred to the Successor Agency Private-Purpose Trust Fund and the amount of pass-through amounts to be retained are administered by the County of San Bernardino. As of June 30, 2019, $2,166,941 of this receivable remains outstanding, bearing interest at variable rates between 3.6% and 4.9%.

Effective September 1, 2018, the Agency and the Rialto Unified School District (the District) entered into a Cooperative Agreement whereby the Agency made a portion of the proceeds of the 2018 Series A Tax Allocation Bonds available to the District to assist the District in financing a portion of the cost of the Rialto Unified School District Facilities. These proceeds totaled $2,281,402. Under the Cooperative Agreement, the District will forego tax increment revenues that otherwise would have been transferred to it by the Agency pursuant to two pass-through agreements by and between the District and the Agency, and pursuant to the statutory requirements for payments to affect taxing agencies.

The amount of pass-through payments that was retained by the Agency were calculated to be sufficient to cover the portion of debt service on the 2018 Series A Tax Allocation Bonds allocable to the $2,281,402 transferred to the District, plus a coverage factor. As of June 30, 2019, $2,190,883 of this receivable remains outstanding, bearing interest at 5%.

Effective July 1, 1996, the Agency sold the Ramrod Mobile Home Park (the Park) to Ramrod Senior Housing, Inc., a California Nonprofit Benefit Corporation, for a 36-year note receivable in the amount $3,318,875, bearing interest at approximately 6.19%. Upon the dissolution of the former redevelopment agency at February 1, 2012, the outstanding balance of the receivables was transferred to the Successor Agency Private-Purpose Trust Fund. The balance outstanding on the note receivable is $2,056,125 at June 30, 2019.

The Agency administered a façade improvement loan program, which provided money to certain business owners at 0% interest to enhance the facade of their building. The Agency entered into loan agreements with the business owners that required the loans to be repaid only if the title of the property changes. Therefore, the Agency had recorded the outstanding loans as notes receivable and deferred revenue in the fund financial statements. Upon the dissolution of the former redevelopment agency at February 1, 2012, the outstanding balance of the receivables was transferred to the Successor Agency Private-Purpose Trust Fund. The amount of façade improvement loans at June 30, 2019 is $273,134.

Property Held for Resale

Property held for resale was generally acquired in the normal course of the Agency activity and is recorded at the lower of acquisition cost or estimated net realizable value (i.e., estimated selling price less reasonably predicted costs of disposal). Upon the dissolution of the former redevelopment agency at February 1, 2012, the balance of the property held for resale was transferred to the Successor Agency Private-Purpose Trust Fund. As of June 30, 2019, the Successor Agency's property held for resale is valued as follows:

Cost	$ 26,629,469
Adjustment to Basis	(6,154,259)
Net Book Value	$ 20,475,210

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18) SUCCESSOR AGENCY DISCLOSURES - Continued

Capital Assets

A summary of changes in the Successor Agency's capital assets at June 30, 2019 is as follows:

	Balance at July 1, 2018	Additions	Deletions	Balance at June 30, 2019
Capital Assets, Not Depreciated:				
Land	$ 290,347	$ -	$ -	$ 290,347
Total Capital Assets Not Depreciated	290,347	-	-	290,347
Capital Assets Being Depreciated:				
Buildings and Other Structures	97,647	-	-	97,647
Improvements Other than Buildings	285,647	-	-	285,647
Vehicles	25,646	-	-	25,646
Total Capital Assets Being Depreciated	408,940	-	-	408,940
Less Accumulated Depreciation for:				
Buildings and Other Structures	(29,342)	(1,956)	-	(31,298)
Improvements Other than Buildings	(258,411)	(7,319)	-	(265,730)
Vehicles	(25,646)	-	-	(25,646)
Total Accumulated Depreciation	(313,399)	(9,275)	-	(322,674)
Total Capital Assets Being Depreciated, Net	95,541	(9,275)	-	86,266
Capital Assets, Net	$ 385,888	$ (9,275)	$ -	$ 376,613

Long-Term Obligations

The following is a summary of the Successor Agency's long-term obligations for the year ended June 30, 2019:

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019	Due Within One Year	Due in More Than One Year
Tax Allocation Bonds	$ 127,620,000	$ -	$ (4,455,000)	$123,165,000	$ 3,890,000	$119,275,000
Premiums	7,453,496	-	(603,022)	6,850,474	-	6,850,474
Discounts	(221,057)	-	29,120	(191,937)	-	(191,937)
Total Tax Allocation Bonds	134,852,439	-	(5,028,902)	129,823,537	3,890,000	125,933,537
Compensated Absences	82,141	22,521	(15,168)	89,494	16,109	73,385
Total Governmental Activities	$ 134,934,580	$ 22,521	$ (5,044,070)	$129,913,031	$ 3,906,109	$126,006,922

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19) SUCCESSOR AGENCY DISCLOSURES - Continued

Long-Term Obligations - Continued

Tax Allocation Bonds

$29,600,000 Rialto Redevelopment Agency Tax Allocation Housing Set-Aside Bonds Merged Project Area 2008 Series B, maturing in serial and term fashion through September 1, 2037. The term portion of the bond is subject to mandatory sinking fund payments beginning on September 1 in each year and commencing September 1, 2019. Annual principal payments on the bonds range from $275,000 to $2,920,000. Interest is paid semi-annually on March 1 and September 1 of each year at the rate of 7.50%. The reported amount outstanding includes the unamortized original issue premium of $290,576 and is payable from redevelopment property tax trust fund revenues received by Successor Agency.	$ 24,610,000
$21,965,000 Rialto Redevelopment Agency Tax Allocation Bonds Merged Project Area 2008 Series C, maturing in serial and term fashion through September 1, 2037. The term portion of the bond is subject to mandatory sinking fund payments beginning on September 1 in each year and commencing September 1, 2019. Annual principal payments on the bonds range from $250,000 to $1,725,000. Interest is paid semi-annually on March 1 and September 1 of each year at the rate of 7.50%. The reported amount outstanding includes the unamortized original issue premium of $249,384 and is payable from redevelopment property tax trust fund revenues received by Successor Agency.	18,440,000
$16,515,000 Successor Agency Tax Allocation Revenue Refunding Bonds 2014 Series A, maturing in serial fashion through September 1, 2027. The 2014 Series A Bonds were used to defease the outstanding Tax Allocation Revenue Refunding Bonds 2003 Series A. The principal amounts of the 2014 Series A Refunding Bonds of $16,515,000 plus the premium of $2,465,434 plus the 2003A refunded bonds available funds of $2,247,219 were used to refund the bonds in the amount of $20,805,499 and pay for the cost of issuance totaling $422,154. Annual principal payments on the bonds range from $985,000 to $1,675,000. Interest is paid semi-annually on March 1 and September 1 of each year at the rate of 3% to 5%. The reported amount outstanding includes the unamortized original issue premium of $1,185,792 and is payable from redevelopment property tax trust fund revenues received by Successor Agency.	12,460,000
On July 30, 2015, the Successor Agency issued $20,640,000 in Tax Allocation Revenue Refunding Bonds, 2015 Series A for the purpose of defeasing $23,885,000 of outstanding Tax Allocation Bonds 2005 Series A. The principal amount of the 2015 Series A refunding bonds of $20,640,000 plus the original premium of $1,113,852 plus the 2005 Series A refunded bonds available funds of $3,178,113 will be used to refund the bonds in the amount of $23,885,000, pay for the interest payment due as of September 1, 2015 of $545,465, and pay for the cost of issuance totaling $501,500. The advance refunding fully repaid the 2005 Series A bonds. Annual principal payments on the bonds range from $2,065,000 to $3,220,000. Interest is paid semi-annually on March 1 and September 1 of each year at the rate of 4% to 5%. The reported amount outstanding includes the unamortized original issue premium of $880,130 and is payable from redevelopment property tax trust fund revenues received by the Successor Agency.	20,640,000

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18) SUCCESSOR AGENCY DISCLOSURES - Continued

Long-Term Obligations - Continued

Tax Allocation Bonds - Continued

On July 30, 2015, the Successor Agency issued $15,290,000 in Tax Allocation Revenue Refunding Bonds, 2015 Series B for the purpose of defeasing $16,635,000 of outstanding Tax Allocation Bonds 2005 Series C. The principal amount of the 2015 Series B refunding bonds of $15,290,000 less the original discount of $199,176 plus the 2005 Series C refunded bonds available funds of $2,250,882 will be used to refund the bonds in the amount of $16,635,000, pay for the interest payment due as of September 1, 2015 of $420,680, and pay for the cost of issuance totaling $286,026. The advance refunding fully repaid the 2005 Series C bonds. Annual principal payments on the bonds range from $755,000 to $1,420,000. Interest is paid semi-annually on March 1 and September 1 of each year at the rate of 1.484% to 4%. The reported amount outstanding includes the unamortized original issue discount of $122,468 and is payable from redevelopment property tax trust fund revenues received by the Successor Agency.	$ 12,555,000
On July 30, 2015, the Successor Agency issued $8,205,000 in Tax Allocation Revenue Refunding Bonds, 2015 Series C for the purpose of defeasing $9,045,000 of outstanding Tax Allocation Bonds 2005 Series B. The principal amount of the 2015 Series C refunding bonds of $8,205,000 less the original discount of $100,864 plus the 2005 Series B refunded bonds available funds of $1,334,703 will be used to refund the bonds in the amount of $9,045,000, pay for the interest payment due as of September 1, 2015 of $227,774, and pay for the cost of issuance totaling $166,065. The advance refunding fully repaid the 2005 Series B bonds. Annual principal payments on the bonds range from $340,000 to $670,000. Interest is paid semi-annually on March 1 and September 1 of each year at the rate of 1.484% to 4.724%. The reported amount outstanding includes the unamortized original issue discount of $69,469 and is payable from redevelopment property tax trust fund revenues received by the Successor Agency.	7,110,000
On January 24, 2018, the Successor Agency issued $28,480,000 in Tax Allocation Revenue Refunding Bonds, 2018 Series A for the purpose of defeasing $35,810,000 of outstanding Tax Allocation Bonds 2008 Series A. The principal amount of the 2018 Series A refunding bonds of $28,480,000 less the original premium of $4,479,119 plus the 2008 Series A refunded bonds available funds of $4,235,283 will be used to refund the bonds in the amount of $38,810,000, pay for the interest payment due as of September 1, 2018 of $1,076,454, and pay for the cost of issuance totaling $451,661. The advance refunding fully repaid the 2008 Series A bonds. Annual principal payments on the bonds range from $420,000 to $5,055,000. Interest is paid semi-annually on March 1 and September 1 of each year at the rate of 1.570% to 3.200%. The reported amount outstanding includes the unamortized original issue premium of $4,479,119 and is payable from redevelopment property tax trust fund revenues received by the Successor Agency.	27,350,000
Total Tax Allocation Bonds	$ 123,165,000

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18) SUCCESSOR AGENCY DISCLOSURES - Continued

Long-Term Obligations - Continued

Future Debt Service Payments

The annual requirements to amortize outstanding long-term debt other compensated absences are as follows:

Year Ending June 30,	Tax Allocation Bonds	Interest	Total
2020	$ 3,890,000	$ 6,885,113	$ 10,775,113
2021	4,075,000	6,686,875	10,761,875
2022	4,295,000	6,471,905	10,766,905
2023	4,510,000	6,243,069	10,753,069
2024	4,750,000	5,995,593	10,745,593
2025-2029	27,735,000	25,691,466	53,426,466
2030-2034	37,130,000	16,538,207	53,668,207
2035-2038	36,780,000	4,551,000	41,331,000
Total	$ 123,165,000	$ 79,063,228	$ 202,228,228

Compensated Absences

Accrued vacation ($89,494) represents total vested vacation benefits for Successor Agency Private-Purpose Trust Fund. See Note 9 for additional information.

Owner Participation Agreements

The Agency had entered into various Owner Participation Agreements, Disposition and Development Agreements, City Cooperation Agreements, and land acquisition agreements for the benefit of business/developers to further economic development and affordable housing within the City. These agreements require the Agency to contribute land and/or reimburse, subject to limitation, the businesses/developers for the cost of site improvements and other eligible costs. In addition, three agreements require the Agency to remit site-generated sales tax subject to an annual limit. As of June 30, 2019, all payment obligations under these agreements have been discharged.

Other Commitment

The Agency had entered into two Cooperative Agreements with the Rialto Unified School District (RUSD) under which the Agency advanced funds from the 2005 and 2008 tax allocation bond issues to pay for school improvements. The RUSD pledged its pass through payment entitlements under various agreements with the Agency to repay its share of the debt service on the tax allocation bonds. In accordance with the terms of the 2005 Cooperative Agreement, the Agency retained 120% of the upcoming bond year debt service (September 1, 2008 to August 31, 2009) as a debt service reserve and released the balance to the RUSD. Under the terms of the 2008 Cooperative Agreements, which took effect on March 1, 2008, the Agency will retain a lesser amount equaling the District's share of the September 1, 2008 and March 1, 2009 debt service payment on the 2005 and 2008 tax allocation bonds. In 2015, the Successor Agency refinanced the

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18) SUCCESSOR AGENCY DISCLOSURES - Continued

Other Commitment - Continued

2005 bonds reducing interest rate and payments. The refinance bonds are known as the 2015 bonds. At June 30, 2019, the amount committed under these agreements totaled $241,251. The amount includes the 2008 and 2015 bonds. On February 1, 2012, the Successor Agency assumed all responsibilities under the agreements. Future payments, if any, will be requested through the semi-annual Redevelopment Property Tax Trust Fund (FPTTF) distribution process.

19) TAX ABATEMENT AGREEMENTS

The City of Rialto negotiates tax abatement agreements on an individual basis. The City of Rialto has tax abatement agreements with two entities as of June 30, 2019.

	Type of Tax Abated	Percentage of Taxes Abated During the Fiscal Year	Amount of Taxes Abated During the Fiscal Year
Distribution Center - Construct Center and Establish "Point of Sale" in Rialto (1)	Sales Tax	50%	$ 2,599,059

(1) The City entered into a twenty-year sales tax reimbursement agreement. There is no up to amount and the Distribution Center has the sole option to extend the agreement.

20) SUBSEQUENT EVENTS

In February 2020, the City refunded the funds collected under Measure U to the tank operators that were held in escrow (See Note 1M).

On March 19, 2020, the Governor of the State of California issued a Stay at Home Order for all California residences and nonessential services until further notice. This order was in response to the COVID-19 outbreak which the World Health Organization has characterized as pandemic. The impact of COVID-19 on the Organization's operational and financial performance is uncertain at this time.

Other events occurring after June 30, 2019 have been evaluated for possible adjustments to the financial statements or disclosure as of _____ __, 2019, which is the date these financial statements were available to be issued.

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REQUIRED SUPPLEMENTARY INFORMATION

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City of Rialto, California
Schedule of Changes in the Net Pension Liability and Related Ratios - Miscellaneous Plan
Last Ten Years*
As of June 30, 2019

	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY					
Service Cost	$ 2,003,976	$ 1,962,464	$ 1,621,654	$ 1,545,683	$ 1,736,327
Interest on Total Pension Liability	8,993,449	8,739,244	8,545,451	8,242,200	8,043,800
Change in Benefit Terms	-	-	-	-	-
Changes in Assumptions	(7,799,662)	7,392,961	-	(2,069,469)	-
Difference Between Expected and Actual Experience	(254,150)	(1,503,961)	(403,816)	(1,901,232)	-
Benefit Payments	(6,402,730)	(5,823,917)	(5,586,314)	(5,329,662)	(5,117,502)
Net Change in Total Pension Liability	3,540,883	10,767,345	4,176,975	487,520	4,662,625
Total Pension Liability - Beginning	129,035,713	118,268,368	114,091,393	113,603,873	108,941,248
Total Pension Liability - Ending (a)	$ 132,576,596	$ 129,035,713	$ 118,268,368	$ 114,091,393	$ 113,603,873
PLAN FIDUCIARY NET POSITION					
Plan to Plan Resource Management	$ (218)	$ -	$ 28,412	$ 1,212	$ -
Contributions - Employer	3,194,249	3,399,175	2,770,673	2,257,385	2,027,883
Contributions - Employee	1,013,826	924,474	864,570	832,233	730,622
Net Investment Income	7,500,484	8,989,575	369,043	1,734,077	12,528,234
Benefit Payments	(6,402,730)	(5,823,917)	(5,586,314)	(5,329,662)	(5,117,502)
Administrative Expense	(138,851)	(120,679)	-	-	-
Other Miscellaneous Income/(Expense)	(263,681)	-	-	-	-
Net Change in Fiduciary Net Position	4,903,079	7,368,628	(1,553,616)	(504,755)	10,169,237
Plan Fiduciary Net Position - Beginning	89,105,813	81,737,185	83,290,801	83,795,556	73,626,319
Plan Fiduciary Net Position - Ending (b)	$ 94,008,892	$ 89,105,813	$ 81,737,185	$ 83,290,801	$ 83,795,556
Plan Net Pension Liability/(Asset) - Ending (a) - (b)	$ 38,567,704	$ 39,929,900	$ 36,531,183	$ 30,800,592	$ 29,808,317
Plan Fiduciary Net Pension as a Percentage of the Total Pension Liability	70.91%	69.06%	69.11%	73.00%	73.76%
Covered Payroll	$ 10,400,541	$ 10,035,098	$ 9,138,652	$ 8,408,677	$ 9,062,246
Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll	370.82%	397.90%	399.74%	366.30%	328.93%

Notes to Schedule:

Benefit Changes. In 2019, there was no benefit terms modified.

Changes in Assumptions. Fiscal year June 30, 2015 to June 30, 2016 - GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

In 2016 and 2017 there were no changes in assumptions.
In 2018, the accounting discount reduced from 7.65% to 7.15%.

*- Fiscal year 2015 was the 1st year of implementation, therefore only five years are shown.

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City of Rialto, California
Schedule of Changes in the Net Pension Liability and Related Ratios - Safety Plan
Last Ten Years*
As of June 30, 2019

	2019	2018	2017	2016	2015
TOTAL PENSION LIABILITY					
Service Cost	$ 5,206,707	$ 5,334,444	$ 4,790,840	$ 4,576,388	$ 4,515,927
Interest on Total Pension Liability	19,196,158	18,863,603	18,240,547	17,478,960	16,797,046
Change in Benefit Terms	-	-	-	-	-
Changes in Assumptions	(8,400,860)	17,388,091	-	(4,760,201)	-
Difference Between Expected and Actual Experience	450,278	(4,519,766)	(2,000,635)	(2,396,762)	-
Benefit Payments	(11,944,712)	(11,120,451)	(10,446,639)	(9,966,418)	(9,361,045)
Net Change in Total Pension Liability	4,507,571	25,946,121	10,584,113	4,931,967	11,951,928
Total Pension Liability - Beginning	279,797,298	253,851,177	243,267,064	238,335,097	226,383,169
Total Pension Liability - Ending (a)	$284,304,869	$279,797,298	$253,851,177	$243,267,064	$238,335,097
PLAN FIDUCIARY NET POSITION					
Plan to Plan Resource Management	$ (470)	$ -	$ (28,412)	$ (1,048)	$ -
Contributions - Employer	6,989,814	6,576,775	6,139,735	6,116,568	6,284,137
Contributions - Employee	2,893,086	3,084,249	2,994,151	2,679,822	1,424,093
Net Investment Income	16,082,104	19,120,363	752,086	3,590,510	25,296,028
Benefit Payments	(11,944,712)	(11,120,363)	(10,446,639)	(9,966,418)	(9,361,045)
Administrative Expense	(294,963)	(253,771)	-	-	-
Other Miscellaneous Income/(Expense)	(560,140)	-	-	-	-
Net Change in Fiduciary Net Position	13,164,719	17,407,165	(589,079)	2,419,434	23,643,213
Plan Fiduciary Net Position - Beginning	189,288,055	171,880,890	172,469,969	170,050,535	146,407,322
Plan Fiduciary Net Position - Ending (b)	$202,452,774	$189,288,055	$171,880,890	$172,469,969	$170,050,535
Plan Net Pension Liability/(Asset) - Ending (a) - (b)	$ 81,852,095	$ 90,509,243	$ 81,970,287	$ 70,797,095	$ 68,284,562
Plan Fiduciary Net Pension as a Percentage of the Total Pension Liability	71.21%	67.65%	67.71%	70.90%	71.35%
Covered Payroll	$ 15,871,203	$ 15,522,578	$ 15,545,592	$ 15,074,241	$ 14,083,225
Plan Net Pension Liability/(Asset) as a Percentage of Covered Payroll	515.73%	583.08%	527.29%	469.66%	484.86%

Notes to Schedule:

Benefit Changes. In 2019, there was no benefit terms modified.

Changes in Assumptions. Fiscal year June 30, 2015 to June 30, 2016 - GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

In 2016 and 2017 there were no changes in assumptions.
In 2018, the accounting discount rate reduced from 7.65% to 7.15%.

*- Fiscal year 2015 was the 1st year of implementation, therefore only five years are shown.

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City of Rialto, California
Schedule of Contributions
CalPERS Pension Plans
Last Ten Years*
As of June 30, 2019

Miscellaneous

Fiscal Year	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	$ 2,252,080	$ (2,252,080)	$ -	$ 8,408,677	26.78%
2016	$ 2,241,922	$ (2,241,922)	$ -	$ 9,138,652	24.53%
2017	$ 3,388,812	$ (3,388,812)	$ -	$ 9,966,210	34.00%
2018	$ 4,025,277	$ (4,025,277)	$ -	$ 10,035,098	40.11%
2019	$ 4,450,956	$ (4,450,956)	$ -	$ 10,400,541	42.80%

Safety

Fiscal Year	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	$ 6,119,336	$ (6,119,336)	$ -	$ 15,074,241	40.59%
2016	$ 6,693,398	$ (6,693,398)	$ -	$ 15,545,592	43.06%
2017	$ 6,593,836	$ (6,593,836)	$ -	$ 16,056,944	41.07%
2018	$ 9,921,278	$ (9,921,278)	$ -	$ 15,522,578	63.92%
2019	$ 10,754,325	$ (10,754,325)	$ -	$ 15,871,203	67.76%

All Plans

Fiscal Year	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	$ 8,371,416	$ (8,371,416)	$ -	$ 23,482,918	35.65%
2016	$ 8,935,320	$ (8,935,320)	$ -	$ 24,684,244	36.20%
2017	$ 9,982,648	$ (9,982,648)	$ -	$ 26,023,154	38.36%
2018	$ 13,946,555	$ (13,946,555)	$ -	$ 25,557,676	54.57%
2019	$ 15,205,281	$ (15,205,281)	$ -	$ 26,271,744	57.88%

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City of Rialto, California
Schedule of Contributions
CalPERS Pension Plans - Continued
Last Ten Years*
As of June 30, 2019

Notes to Schedule:

Valuation Date: 6/30/2018

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal**
Amortization Method	Level Percentage of Payroll, Closed**
Asset Valuation Method	Market Value***
Inflation	2.75%
Salary Increases	Depending on age, service and type of employment**
Investment Rate of Return	7.50%, net of pension plan investment expense, including inflation**
Retirement Age	50 years (2% @55 and 2.7 @55) 52 years (2% @ 62)**
Mortality	Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board**

* Fiscal year 2015 was the 1st year of implementation, therefore only five years are shown.

** The valuation for June 30, 2012 and 2013 (applicable to fiscal year ended June 30, 2015 and 2016, respectively) included the same actuarial assumptions.

*** The valuation for June 30, 2012 (applicable to fiscal year ended June 30, 2015) valued assets using a 15-year Smooth Market method. The market value asset valuation method was utilized for the June 30, 2013 and 2014 valuations (applicable to fiscal years ended June 30, 2016 and 2017, respectively).

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City of Rialto, California
Schedule of Changes in the Net OPEB Liability and Related Ratios for
Measurement Periods Ended June 30
As of June 30, 2019

Measurement Period	2018	2017
Total OPEB Liability		
Service Cost	$ 1,928,465	$ 2,083,035
Interest on the Total OPEB Liability	2,068,297	1,874,471
Changes in Assumptions	1,811,535	(3,897,172)
Changes in Benefit Terms	-	-
Benefit Payments	(1,969,858)	(2,009,296)
Net Change in Total OPEB Liability	3,838,439	(1,948,962)
Total OPEB Liability - Beginning	56,669,193	58,618,155
Total OPEB Liability - Ending (a)	60,507,632	$ 56,669,193
Plan Fiduciary Net Position		
Contribution - Employer	$ 3,260,163	$ 2,967,326
Net Investment Income	1,243,147	1,806,286
Benefit Payments	(1,969,858)	(2,009,296)
Administrative Expense	(34,725)	(71,750)
Net Change in Plan Fiduciary Net Position	2,498,727	2,692,566
Plan Fiduciary Net Position - Beginning	16,691,774	13,999,208
Plan Fiduciary Net Position - Ending (b)	19,190,501	$ 16,691,774
Net OPEB Liability - Ending (a)-(b)	$ 41,317,131	$ 39,977,419
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	31.72%	29.5%
Covered-employee Payroll	$ 24,383,667	$ 37,244,900
Net OPEB Liability as a Percentage of Covered-employee Payroll	169.45%	107.34%

Notes to Schedule:

Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

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City of Rialto, California
Schedule of Contributions - OPEB
Last Ten Fiscal Years*

Fiscal Year Ended June 30,	2019	2018
Actuarially Determined Contribution (ADC)	$ 2,607,829	$ 2,588,874
Contributions in Relation to the ADC	(635,898)	(3,260,163)
Contribution Deficiency (Excess)	$ 1,971,931	$ (671,289)
Covered-Employee Payroll	$ 25,076,875	$ 34,714,347
Contributions as a percentage of covered-employee payroll	2.54%	9.39%

Notes to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2019 were from the June 30, 2019 actuarial valuation.

Methods and assumptions used to determine contributions:

Actuarial Cost Method	Entry Age Normal
Amortization Method/Period	Level percent of payroll over a closed rolling 15-year period
Asset Valuation Method	Market value
Inflation	2.75%
Salary Increases	3.25% plus merit
Investment Rate of Return	6.55% per annum
Healthcare Cost-trend Rates	7.5% (Non-Medicare) and 6.5% (Medicare) 4.50% (PEMHCA)
Retirement Age	The probabilities of Retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011.
Mortality	Pre-retirement mortality probability based on 2014 CalPERS 1997-2011 Experience Study covering CalPERS participants. Post-retirement mortality probability based on CalPERS Experience Study 2007-2011 covering participants in CalPERS.

* Historical information is required only for measurement periods for which GASB 75 is applicable.
Future years' information will be displayed up to 10 years as information become available.

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City of Rialto, California
Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 60,243,560	$ 61,608,731	$ 66,888,344	$ 5,279,613
Licenses and Permits	5,222,700	5,222,700	5,489,889	267,189
Fines and Forfeitures	551,100	551,100	542,765	(8,335)
Use of Money and Property	762,700	762,700	3,296,456	2,533,756
Revenue from Other Agencies	5,678,340	5,678,340	5,758,792	80,452
Charges for Services	10,975,600	15,178,250	11,671,434	(3,506,816)
RUA Lease Payments	2,000,000	2,000,000	2,000,000	-
Other	1,687,140	1,687,140	4,438,756	2,751,616
Total Revenues	87,121,140	92,688,961	100,086,436	7,397,475
EXPENDITURES				
Current:				
General Government	19,015,376	19,986,150	15,068,819	4,917,331
Public Safety	54,354,040	54,945,576	54,270,094	675,482
Community Development	9,505,445	10,565,643	9,643,504	922,139
Capital Outlay	66,835	9,215,388	6,984,689	2,230,699
Debt Service:				
Principal Retirement	-	-	133,413	(133,413)
Interest and Fiscal Charges	-	-	300,946	(300,946)
Total Expenditures	82,941,696	94,712,757	86,401,465	8,311,292
Excess (Deficiency) of Revenues over Expenditures	4,179,444	(2,023,796)	13,684,971	15,708,767
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets	-	-	19,002	19,002
Transfers In	4,372,700	4,384,200	66,092,173	61,707,973
Transfers Out	(8,182,825)	(25,772,820)	(70,277,750)	(44,504,930)
Total Other Financing Sources (Uses)	(3,810,125)	(21,388,620)	(4,166,575)	17,222,045
Net Change in Fund Balance	369,319	(23,412,416)	9,518,396	32,930,812
Fund Balance - Beginning of Year	72,980,787	72,980,787	72,980,787	-
Fund Balance - End of Year	$ 73,350,106	$ 49,568,371	$ 82,499,183	$ 32,930,812

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Park Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 161,400	$ 161,400	$ 178,182	$ 16,782
Charges for Services	582,000	582,000	134,817	(447,183)
Total Revenues	743,400	743,400	312,999	(430,401)
EXPENDITURES				
Current:				
Community Development	-	-	46	(46)
Capital Outlay	16,467,500	19,180,258	2,346,070	16,834,188
Total Expenditures	16,467,500	19,180,258	2,346,116	16,834,142
Excess (Deficiency) of Revenues over Expenditures	(15,724,100)	(18,436,858)	(2,033,117)	16,403,741
OTHER FINANCING SOURCES (USES)				
Transfers In	-	18,430,890	931,695	(17,499,195)
Total Other Financing Sources (Uses)	-	18,430,890	931,695	(17,499,195)
Net Change in Fund Balance	(15,724,100)	(5,968)	(1,101,422)	(1,095,454)
Fund Balance - Beginning of Year	4,854,567	4,854,567	4,854,567	-
Fund Balance - End of Year	$ (10,869,533)	$ 4,848,599	$ 3,753,145	$ (1,095,454)

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City of Rialto, California
Notes to Required Supplementary Information
Year Ended June 30, 2019

1. BUDGETARY DATA

The City establishes accounting control through formal adoption of an annual operating budget for all governmental funds. The City Council's policy is to adopt a formal operating budget by June 30 of each year. The budget is adopted on a basis consistent with accounting principles generally accepted in the United States of America, except for the Capital Project Funds, which adopt project-length budgets. The legal level of budgetary control, that is, the level at which expenditures cannot exceed appropriations, is the fund level for all General, Special Revenue and Debt Service Funds, and by project in the Capital Project Funds. The City does not adopt a budget for the Traffic Safety Prop 1B Special Revenue Fund, the Brownfield Clean up Grant Special Revenue Fund, and the Street Medians Development Special Revenue Fund. Department heads are authorized to transfer budget amounts between object codes within the same expense category, except for salaries and capital outlay, which require the approval of the City Administrator/Executive Director and Chief Financial Officer. The City Manager, Finance Director, and the department head approval are required to transfer appropriations transfer appropriations from one program to another, and object codes within difference expense category within the same fund within the same fund. However, all increases at the overall fund level must be approved by the City Council. All unencumbered budget appropriations, except for capital projects budgets, lapse at the end of each fiscal year. Throughout the fiscal year, the budget is amended to add supplemental appropriations. All changes to the budget require Council approval and all increases in appropriations must be accompanied by a funding source.

2. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Expenditures did not exceed appropriations in the General Fund and Park Development Fund.

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SUPPLEMENTARY SCHEDULES

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OTHER GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS:

Special revenues funds account for the proceeds of specific revenue sources that are legally restricted or otherwise assigned for specific purposes.

Gas Tax Fund - accounts for revenues and expenditures of money received from State Gas Tax allocation. These funds are used for maintenance and construction of City streets.

Local Transportation Development Fund - accounts for revenues and expenditures of money received from San Bernardino County Transportation Authority (SBCTA) of a voter approved sales tax override allocated to cities within the County on a population basis. These funds are used for maintenance and construction of City streets.

Transportation Enhancement Activities Fund - accounts for monies received and expended in accordance with the Transportation Enhancement Grant.

Street Lighting and Landscape Maintenance Fund - accounts for the revenues and expenditures associated with the maintenance of City-owned street lights, parkways, and medians. Benefiting property owners are assessed their proportional share of costs for maintaining these facilities, parkways and medians.

Landscape and Lighting District No. 2 Fund - accounts for revenues and expenditures associated with the maintenance of City-owned street lights, parkways and medians. Benefiting property owners are assessed their proportional share of costs for maintaining these facilities, parkways and medians.

Traffic Development Fund - accounts for development fees collected and used for street and traffic control improvements.

Office of Traffic Safety Fund - accounts for revenues received under the office of traffic safety. The funds are used to reduce the number of fatal injury and DUI related collisions occurring in the community.

Retirement Tax Fund - accounts for a voter approved property tax levy used to pay the City's employee retirement costs. Council has set to 0% as of June 3, 2003. Revenues currently consist of delinquency collections.

Local Drainage Fund - accounts for development fees collected and used for the installation of storm drains and flood control facilities.

Open Space Development Fund - accounts for development fees collected and used for the acquisition of land and the turfing of new parks to provide open space for the City.

General Facilities Development Fund - accounts for development fees collected and used for general municipal buildings and equipment needed to serve new development within the City.

Library Facilities Development Fund - accounts for development fees collected and used for general library facilities and equipment needed to serve new development within the City.

Major Grant Funding Fund - accounts for monies received and expected by the City as a participate in Federal and State and other grants for City infrastructure and capital improvements.

Police Development Fund - accounts for development fees collected and used for police equipment facilities and the hiring and training of new police officers needed to serve new development.

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SPECIAL REVENUES FUNDS - Continued

Fire Development Fund - accounts for development fees collected and used to acquire fire safety equipment and build new facilities.

Waste Management Fund - accounts for monies received and expended by the City to meet the State mandate to reduce solid waste generated within the City.

South Coast Air Quality Management District (SCAQMD) Fund - accounts for the revenues and expenditures associated with the City's employee trip reduction (ride share) plan and incentive program. The revenues source fort his fund is a special allocation of motor vehicle registration fees in accordance with AB 2766.

Asset Forfeiture Fund - accounts for revenues and expenditures associated with law enforcement drug and gang prevention. Revenues for the fund are derived from the assets seized by law enforcement and determined to be forfeited by the courts.

Police Grants Fund - accounts for monies received and expended by the Police Department for various grants.

Community Services Grant Fund - accounts for monies received and expended by the City that are for specific community services activities.

Citizens Option for Public Safety Fund - accounts for revenues and expenditures associated with the City's front line municipal police services and to include juvenile justice programs. The revenue source for this fund is a special allocation of grant monies from the State of California in accordance with AB3229 and AB1913.

Local Law Enforcement Block Grant Fund - accounts for monies received and expended by the City as a participant in the Federal Local Law Enforcement Block Grant program.

CDBG Housing Fund - accounts for monies received and expended by the City as a participant in the Federal Community Development Block Grant Housing Program.

Traffic Safety Prop 1B Fund - accounts for revenues received under the Traffic Safety Proposition 1B. These funds are used for improvements to City streets.

Neighborhood Stabilization Program Fund - accounts for monies received and expended by the City as a participant in the Housing and Economic Recovery Act of 2008.

Neighborhood Stabilization Program - Program Income Fund - accounts for monies received and expended by the City as a participant in the Housing and Recovery Act of 2008.

Measure I Fund - accounts for revenues and expenditures of money received from San Bernardino County Transportation Authority (SBCTA) of a voter approved sales tax override allocated to cities within the County on a population basis. These funds are used for maintenance and construction of City streets.

Brownfield Clean Up Grant Fund - is used to conduct environment cleanup of a portion of the WDJL site, which is located at 1485 S. Willow Street.

Fire Grant Fund - accounts for monies received and expended by the Fire Department for various grants.

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SPECIAL REVENUES FUNDS - Continued

Fire Ground Emergency Transportation Fund - accounts for Ground Emergency Medical Transportation revenues and expenditures used to support the Fire Department Emergency Medical Services program capital needs.

Cal Home Fund - accounts for the City's housing improvement or ownership programs for low and moderate income households. The funds may include grants or funding resources received from other government agencies to implement such programs.

Housing Authority Fund - accounts for monies received and expended for rehabilitation and development of affordable housing. In addition, this fund also services as the Housing Successor fund to account for the receipts and expenditures relating to housing activities in accordance with the California Health and Safety Code.

Public, Educational, and Governmental (PEG) Fees Fund - accounts for Public, Educational, or Governmental access franchise fee activity.

Transportation Development Act (TDA) Fund - accounts for revenues received under the Transportation Development Act. These funds are used for improvements to City streets.

Street Medians Development Fund - accounts for development fees collected and used for street medians improvements.

CAPITAL PROJECTS FUNDS:

Fair Share Agreement Fund - accounts for income received to fund expenditures related to City infrastructure and development improvements.

2005 TABs Fund - accounts for the proceeds of the 2005 TABs and the expenditure of such funds for improvement, reconstruction and redevelopment projects within the specified boundaries of the Former Rialto Redevelopment Agency as a result of the Bond Proceeds Expenditure Agreement between the City and the Successor Agency.

2008 TABs Fund - accounts for the proceeds of the 2008 TABs and the expenditure of such funds for improvement, reconstruction and redevelopment projects within the specified boundaries of the Former Rialto Redevelopment Agency as a result of the Bond Proceeds Expenditure Agreement between the City and the Successor Agency.

DEBT SERVICE FUND:

1997 COP Fund - accounts for the accumulation of funds for the payment of principal and interest on the 1997 Refunding Certificates of Participation.

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City of Rialto, California
Combining Balance Sheet
Other Governmental Funds
June 30, 2019

	Special Revenue Funds			
	Gas Tax	Local Transportation Development	Transportation Enhancement Activities	Street Lighting and Landscape Maintenance
ASSETS				
Cash and Investments	$ 2,342,673	$ -	$ -	$ 1,271,129
Accounts Receivable, Net	356,328	-	208,599	-
Interest Receivable	5,680	-	-	4,636
Prepaid Items	-	-	-	-
Loans Receivable	-	-	-	-
Notes Receivable	-	-	-	-
Allowance for Uncollectible Loans and Notes	-	-	-	-
Due From Other Governments	350,327	-	-	-
Due From Successor Agency	-	-	-	-
Property Held for Development	-	-	-	-
Restricted Assets:				
Cash and Investments	-	-	-	-
Total Assets	$ 3,055,008	$ -	$ 208,599	$ 1,275,765
LIABILITIES				
Accounts Payable and Accrued Liabilities	$ 1,220,602	$ -	$ -	$ 132,567
Deposits	-	-	-	-
Due to Other Governments	-	-	-	-
Due to Successor Agency	-	-	-	-
Due to Other Funds	-	2,010	11,400	-
Total Liabilities	1,220,602	2,010	11,400	132,567
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	356,328	-	208,599	-
Total Deferred Inflows of Resources	356,328	-	208,599	-
FUND BALANCES				
Nonspendable:				
Prepaid Items	-	-	-	-
Property Held for Development	-	-	-	-
Restricted for:				
Debt Service	-	-	-	-
Public Safety	-	-	-	-
Community Development	1,478,078	-	-	1,143,198
Unassigned	-	(2,010)	(11,400)	-
Total Fund Balances	1,478,078	(2,010)	(11,400)	1,143,198
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 3,055,008	$ -	$ 208,599	$ 1,275,765

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Special Revenue Funds					
Landscape and Lighting District No. 2	Traffic Development	Office of Traffic Safety	Retirement Tax	Local Drainage	Open Space Development
$ 586,191	$ 17,369,983	$ 38,581	$ -	$ 15,723,821	$ 1,857,386
10,000	-	64,800	-	-	-
2,128	43,660	-	-	50,455	5,971
-	-	3,150	-	-	-
-	160,190	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,289,766	-	-	241,647	-
$ 598,319	$ 19,863,599	$ 106,531	$ -	$ 16,015,923	$ 1,863,357
$ 45,847	$ 616,556	$ 4,629	$ -	$ 15,417	$ 14,003
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
45,847	616,556	4,629	-	15,417	14,003
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,150	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
552,472	19,247,043	98,752	-	16,000,506	1,849,354
-	-	-	-	-	-
552,472	19,247,043	101,902	-	16,000,506	1,849,354
$ 598,319	$ 19,863,599	$ 106,531	$ -	$ 16,015,923	$ 1,863,357

Continued

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Combining Balance Sheet - Continued
Other Governmental Funds
June 30, 2019

	Special Revenue Funds			
	General Facilities Development	Library Facilities Development	Major Grant Funding	Police Development
ASSETS				
Cash and Investments	$ 2,377,253	$ 127,738	$ 4,681,512	$ 1,374,995
Accounts Receivable, Net	-	-	41,707	-
Interest Receivable	7,648	74	-	4,355
Prepaid Items	-	-	-	-
Loans Receivable	-	-	-	-
Notes Receivable	-	-	-	-
Allowance for Uncollectible Loans and Notes	-	-	-	-
Due From Other Governments	-	-	2,913	-
Due From Successor Agency	-	-	-	-
Property Held for Development	-	-	-	-
Restricted Assets:				
Cash and Investments	-	-	-	-
Total Assets	$ 2,384,901	$ 127,812	$ 4,726,132	$ 1,379,350
LIABILITIES				
Accounts Payable and Accrued Liabilities	$ 13,563	$ -	$ 1,350,014	$ -
Deposits	-	-	-	-
Due to Other Governments	-	-	-	-
Due to Successor Agency	-	48,840	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	13,563	48,840	1,350,014	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	-	-	41,707	-
Total Deferred Inflows of Resources	-	-	41,707	-
FUND BALANCES				
Nonspendable:				
Prepaid Items	-	-	-	-
Property Held for Development	-	-	-	-
Restricted for:				
Debt Service	-	-	-	-
Public Safety	-	-	-	1,379,350
Community Development	2,371,338	78,972	3,334,411	-
Unassigned	-	-	-	-
Total Fund Balances	2,371,338	78,972	3,334,411	1,379,350
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 2,384,901	$ 127,812	$ 4,726,132	$ 1,379,350

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Special Revenue Funds

Fire Development	Waste Management	SCAQMD	Asset Forfeiture	Police Grants	Community Services Grant
$ 550,581	$ 7,768,782	$ 419,682	$ 2,329,293	$ -	$ -
-	141,663	-	-	26,940	-
7,099	23,516	1,437	7,829	-	-
-	-	-	-	480	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	35,994	-	-	99,156
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ 557,680	$ 7,933,961	$ 457,113	$ 2,337,122	$ 27,420	$ 99,156
$ 282,131	$ 237,759	$ 14,472	$ -	$ 3,693	$ 56,070
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	60,504	52,127
282,131	237,759	14,472	-	64,197	108,197
-	-	-	-	4,806	89,039
-	-	-	-	4,806	89,039
-	-	-	-	480	-
-	-	-	-	-	-
-	-	-	-	-	-
275,549	-	-	2,337,122	-	-
-	7,696,202	442,641	-	-	-
-	-	-	-	(42,063)	(98,080)
275,549	7,696,202	442,641	2,337,122	(41,583)	(98,080)
$ 557,680	$ 7,933,961	$ 457,113	$ 2,337,122	$ 27,420	$ 99,156

Continued

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Combining Balance Sheet - Continued
Other Governmental Funds
June 30, 2019

	Special Revenue Funds			
	Citizens Option for Public Safety	Local Law Enforcement Block Grant	CDBG Housing	Traffic Safety Prop 1B
ASSETS				
Cash and Investments	$ 678,660	$ 3,149	$ -	$ 407
Accounts Receivable, Net	-	-	-	-
Interest Receivable	1,986	-	-	-
Prepaid Items	-	-	-	-
Loans Receivable	-	-	-	-
Notes Receivable	-	-	-	-
Allowance for Uncollectible Loans and Notes	-	-	-	-
Due From Other Governments	-	-	187,848	-
Due From Successor Agency	-	-	-	-
Property Held for Development	-	-	-	-
Restricted Assets:				
Cash and Investments	-	-	-	-
Total Assets	$ 680,646	$ 3,149	$ 187,848	$ 407
LIABILITIES				
Accounts Payable and Accrued Liabilities	$ 271	$ -	$ 68,384	$ -
Deposits	-	-	-	-
Due to Other Governments	-	-	-	-
Due to Successor Agency	-	-	-	-
Due to Other Funds	-	-	150,424	-
Total Liabilities	271	-	218,808	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	-	-	187,848	-
Total Deferred Inflows of Resources	-	-	187,848	-
FUND BALANCES				
Nonspendable:				
Prepaid Items	-	-	-	-
Property Held for Development	-	-	-	-
Restricted for:				
Debt Service	-	-	-	-
Public Safety	680,375	3,149	-	-
Community Development	-	-	-	407
Unassigned	-	-	(218,808)	-
Total Fund Balances	680,375	3,149	(218,808)	407
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 680,646	$ 3,149	$ 187,848	$ 407

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PRELIMINARY & TENTATIVE
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Special Revenue Funds						
Neighborhood Stabilization Program	Neighborhood Stabilization Program - Program Income	Measure I	Brownfield Clean Up Grant	Fire Grant	Fire Ground Emergency Transportation
$ -	$ 790,813	$ 7,112,023	$ 17,296	$ 189,114	$ 4,068,476
-	-	6,000	-	-	-
-	2,579	22,458	-	-	-
-	-	-	-	-	-
290,750	389,575	-	-	-	-
-	-	-	-	-	-
(290,750)	(389,575)	-	-	-	-
-	-	490,113	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ -	$ 793,392	$ 7,630,594	$ 17,296	$ 189,114	$ 4,068,476
$ 1,269	$ -	$ 1,351,554	$ -	$ -	$ 649
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,057	-	-	-	-	-
2,326	-	1,351,554	-	-	649
-	-	6,000	-	-	-
-	-	6,000	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	189,114	4,067,827
-	793,392	6,273,040	17,296	-	-
(2,326)	-	-	-	-	-
(2,326)	793,392	6,273,040	17,296	189,114	4,067,827
$ -	$ 793,392	$ 7,630,594	$ 17,296	$ 189,114	$ 4,068,476

Continued

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Combining Balance Sheet - Continued
Other Governmental Funds
June 30, 2019

	Special Revenue Funds			
	Cal Home	Housing Authority	Public, Educational, and Governmental (PEG) Fees	Transportation Development Act (TDA)
ASSETS				
Cash and Investments	$ 1,196,398	$ 1,413,458	$ 281,358	$ -
Accounts Receivable, Net	-	18,000	2,823	250,000
Interest Receivable	4,374	4,987	1,075	-
Prepaid Items	-	-	-	-
Loans Receivable	1,463,350	1,229,010	-	-
Notes Receivable	-	46,526,850	-	-
Allowance for Uncollectible Loans and Notes	-	(46,526,850)	-	-
Due from Other Governments	-	197	-	-
Due from Successor Agency	-	-	-	-
Property Held for Development	-	481,400	-	-
Restricted Assets:				
Cash and Investments	-	-	-	-
Total Assets	$ 2,664,122	$ 3,147,052	$ 285,256	$ 250,000
LIABILITIES				
Accounts Payable and Accrued Liabilities	$ 37,089	$ 14,198	$ 7,492	$ -
Deposits	-	10,000	-	-
Due to Other Governments	1,463,350	1,229,010	-	-
Due to Successor Agency	-	-	-	-
Due to Other Funds	-	-	-	250,000
Total Liabilities	1,500,439	1,253,208	7,492	250,000
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues	-	-	-	250,000
Total Deferred Inflows of Resources	-	-	-	250,000
FUND BALANCES				
Nonspendable:				
Prepaid Items	-	-	-	-
Property Held for Development	-	481,400	-	-
Restricted for:				
Debt Service	-	-	-	-
Public Safety	-	-	-	-
Community Development	1,163,683	1,412,444	277,764	-
Unassigned	-	-	-	(250,000)
Total Fund Balances	1,163,683	1,893,844	277,764	(250,000)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 2,664,122	$ 3,147,052	$ 285,256	$ 250,000

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

Special Revenue	Capital Projects Funds				Debt Service Service Funds	
Street Medians Development	Fair Share Agreement	2005 TABS	2008 TABS	1997 COP	Total Other Governmental Funds
$ 268,017	$ 10,289,311	$ 8,201,453	$ 4,559,106	$ 515,977	$ 98,404,616
-	-	-	15,985	-	1,142,845
927	32,675	28,452	-	1,570	265,571
-	-	-	-	-	3,630
-	-	-	-	-	3,532,875
-	-	-	-	-	46,526,850
-	-	-	-	-	(47,207,175)
-	-	-	-	-	1,166,548
-	-	-	536,778	187,866	724,644
-	-	-	-	-	481,400
-	-	410,569	-	230	2,942,212
$ 268,944	$ 10,321,986	$ 8,640,474	$ 5,111,869	$ 705,643	$ 107,984,016
$ -	$ -	$ 1,069	$ 932	$ -	$ 5,490,230
-	-	-	-	-	10,000
-	-	-	-	-	2,692,360
-	-	-	-	-	48,840
-	-	-	-	-	527,522
-	-	1,069	932	-	8,768,952
-	-	-	-	-	1,144,327
-	-	-	-	-	1,144,327
-	-	-	-	-	3,630
-	-	-	-	-	481,400
-	-	-	-	705,643	705,643
-	-	-	-	-	8,932,486
268,944	10,321,986	8,639,405	5,110,937	-	88,572,265
-	-	-	-	-	(624,687)
268,944	10,321,986	8,639,405	5,110,937	705,643	98,070,737
$ 268,944	$ 10,321,986	$ 8,640,474	$ 5,111,869	$ 705,643	$ 107,984,016

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
Year Ended June 30, 2019

	Special Revenue Funds			
	Gas Tax	Local Transportation Development	Transportation Enhancement Activities	Street Lighting and Landscape Maintenance
REVENUES				
Taxes	$ -	$ -	$ -	$ 1,368,260
Use of Money and Property	26,008	-	-	21,230
Revenue from Other Agencies	4,170,625	-	-	-
Charges for Services	-	-	-	-
Development Impact Fees	-	-	-	-
Reimbursement from Successor Agency for Expenditures	-	-	-	-
Other	-	-	-	-
Payment from Successor Agency of Bond Proceeds	-	-	-	-
Total Revenues	4,196,633	-	-	1,389,490
EXPENDITURES				
Current:				
General Government	$ -	$ -	$ -	$ -
Public Safety	-	-	-	-
Community Development	34,386	-	-	1,576,680
Capital Outlay	1,952,210	2,010	-	-
Debt Service:				
Principal Retirement	-	-	-	3,277,580
Interest and Fiscal Charges	-	-	-	72,216
Costs of Debt Issuance	-	-	-	21,272
Total Expenditures	1,986,596	2,010	-	4,947,748
Excess (Deficiency) of Revenues Over Expenditures	2,210,037	(2,010)	-	(3,558,258)
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	-	-	-	3,169,257
Transfers In	-	-	-	55,493,025
Transfers Out	(1,126,418)	-	-	(55,156,957)
Total Other Financing Sources (Uses)	(1,126,418)	-	-	3,505,325
Net Change in Fund Balances	1,083,619	(2,010)	-	(52,933)
Fund Balance - Beginning of Year	394,459	-	(11,400)	1,196,131
Fund Balance - End of Year	$ 1,478,078	$ (2,010)	$ (11,400)	$ 1,143,198

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

Special Revenue Funds					
Landscape and Lighting District No. 2	Traffic Development	Office of Traffic Safety	Retirement Tax	Local Drainage	Open Space Development
$ 656,660	$ -	$ -	$ 27	$ -	$ -
9,743	326,410	-	-	325,753	27,340
-	-	300,581	-	-	-
-	-	154,807	-	-	-
-	9,010,209	-	-	2,664,996	338,469
-	-	-	-	-	-
110,000	-	-	-	-	-
-	-	-	-	-	-
776,403	9,336,619	455,388	27	2,990,749	365,809
$ 557,663	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
124,181	-	225,860	-	162	-
-	2,630,694	12,000	-	380,699	155,103
405,190	-	-	-	-	-
8,984	-	-	-	-	-
2,629	-	-	-	-	-
1,098,647	2,630,694	237,860	-	380,861	155,103
(322,244)	6,705,925	217,528	27	2,609,888	210,706
387,356	-	-	-	-	-
6,891,795	-	-	-	-	-
(6,927,039)	(51,300)	-	(27)	-	-
352,112	(51,300)	-	(27)	-	-
29,868	6,654,625	217,528	-	2,609,888	210,706
522,604	12,592,418	(115,626)	-	13,390,618	1,638,648
$ 552,472	$ 19,247,043	$ 101,902	$ -	$ 16,000,506	$ 1,849,354

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Continued
Other Governmental Funds
Year Ended June 30, 2019

	Special Revenue Funds			
	General Facilities Development	Library Facilities Development	Major Grant Funding	Police Development
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Use of Money and Property	35,021	340	-	19,941
Revenue from Other Agencies	-	-	2,259,598	-
Charges for Services	-	-	-	-
Development Impact Fees	305,244	-	-	205,004
Reimbursement from Successor Agency for Expenditures	-	29,792	-	-
Other	-	-	-	-
Payment from Successor Agency of Bond Proceeds	-	-	-	-
Total Revenues	340,265	30,132	2,259,598	224,945
EXPENDITURES				
Current:				
General Government	$ -	$ -	$ -	$ -
Public Safety	-	-	-	-
Community Development	-	-	408,908	-
Capital Outlay	26,548	-	2,983,343	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Costs of Debt Issuance	-	-	-	-
Total Expenditures	26,548	-	3,392,251	-
Excess (Deficiency) of Revenues Over Expenditures	313,717	30,132	(1,132,653)	224,945
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	-	-	-	-
Transfers In	-	-	40,000	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	40,000	-
Net Change in Fund Balances	313,717	30,132	(1,092,653)	224,945
Fund Balance - Beginning of Year	2,057,621	48,840	4,427,064	1,154,405
Fund Balance - End of Year	$ 2,371,338	$ 78,972	$ 3,334,411	$ 1,379,350

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

Special Revenue Funds					
Fire Development	Waste Management	SCAQMD	Asset Forfeiture	Police Grants	Community Services Grant
$ -	$ -	$ -	$ -	$ -	$ -
32,506	107,679	6,582	35,849	-	-
-	2,552,863	139,001	602,737	-	89,386
-	-	-	-	-	-
292,172	-	-	-	-	-
-	-	-	-	-	-
-	14,959	-	-	75,009	-
-	-	-	-	-	-
324,678	2,675,501	145,583	638,586	75,009	89,386
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	146,756	94,806	-
-	830,563	50,673	-	-	150,950
2,551,579	238,563	63,127	777,968	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,551,579	1,069,126	113,800	924,724	94,806	150,950
(2,226,901)	1,606,375	31,783	(286,138)	(19,797)	(61,564)
-	-	-	-	-	-
-	-	-	-	-	-
(1,260)	(38,490)	(6,190)	-	-	-
(1,260)	(38,490)	(6,190)	-	-	-
(2,228,161)	1,567,885	25,593	(286,138)	(19,797)	(61,564)
2,503,710	6,128,317	417,048	2,623,260	(21,786)	(36,516)
$ 275,549	$ 7,696,202	$ 442,641	$ 2,337,122	$ (41,583)	$ (98,080)

Continued

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for DISCUSSION PURPOSES ONLY

City of Rialto, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Continued
Other Governmental Funds
Year Ended June 30, 2019

	Special Revenue Funds			
	Citizens Option for Public Safety	Local Law Enforcement Block Grant	CDBG Housing	Traffic Safety Prop 1B
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Use of Money and Property	7,954	-	-	6
Revenue from Other Agencies	243,684	-	975,431	-
Charges for Services	-	-	-	-
Development Impact Fees	-	-	-	-
Reimbursement from Successor Agency for Expenditures	-	-	-	-
Other	-	-	-	-
Payment from Successor Agency of Bond Proceeds	-	-	-	-
Total Revenues	251,638	-	975,431	6
EXPENDITURES				
Current:				
General Government	$ 45,194	$ -	$ 225,031	$ -
Public Safety	-	-	-	-
Community Development	-	-	-	-
Capital Outlay	14,073	32,767	332,246	-
Debt Service:				
Principal Retirement	-	-	430,000	-
Interest and Fiscal Charges	-	-	41,517	-
Costs of Debt Issuance	-	-	-	-
Total Expenditures	59,267	32,767	1,028,794	-
Excess (Deficiency) of Revenues Over Expenditures	192,371	(32,767)	(53,363)	6
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	-	-	2,000,000	-
Transfers In	-	-	-	-
Transfers Out	-	-	(101,492)	-
Total Other Financing Sources (Uses)	-	-	1,898,508	-
Net Change in Fund Balances	192,371	(32,767)	1,845,145	6
Fund Balance - Beginning of Year	488,004	35,916	(2,063,953)	401
Fund Balance - End of Year	$ 680,375	$ 3,149	$ (218,808)	$ 407

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Special Revenue Funds					
Neighborhood Stabilization Program	Neighborhood Stabilization Program - Program Income	Measure I	Brownfield Clean Up Grant	Fire Grant	Fire Ground Emergency Transportation
$ -	$ -	$ -	$ -	$ -	$ -
-	11,808	102,836	-	-	-
-	-	2,002,763	-	19,711	2,099,325
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	109,650	-	-	-	-
-	-	-	-	-	-
-	121,458	2,105,599	-	19,711	2,099,325
$ 2,530	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	127,526	-	-	-
-	-	1,771,677	-	-	1,917,744
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,530	-	1,899,203	-	-	1,917,744
(2,530)	121,458	206,396	-	19,711	181,581
-	-	-	-	-	-
-	-	-	-	-	-
(148)	(9,042)	-	-	-	(325,000)
(148)	(9,042)	-	-	-	(325,000)
(2,678)	112,416	206,396	-	19,711	(143,419)
352	680,976	6,066,644	17,296	169,403	4,211,246
$ (2,326)	$ 793,392	$ 6,273,040	$ 17,296	$ 189,114	$ 4,067,827

Continued

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PRELIMINARY & TENTATIVE
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City of Rialto, California
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Continued
Other Governmental Funds
Year Ended June 30, 2019

	Special Revenue Funds			
	Cal Home	Housing Authority	Public, Educational, and Governmental (PEG) Fees	Transportation Development Act (TDA)
REVENUES				
Taxes	$ -	$ -	$ 11,837	$ -
Use of Money and Property	20,026	23,881	4,923	-
Revenue from Other Agencies	-	-	-	-
Charges for Services	-	-	-	-
Development Impact Fees	-	-	-	-
Reimbursement from Successor Agency for Expenditures	-	-	-	-
Other	18,331	70,195	-	-
Payment from Successor Agency of Bond Proceeds	-	-	-	-
Total Revenues	38,357	94,076	16,760	-
EXPENDITURES				
Current:				
General Government	$ 134,800	$ 114,602	$ 66,102	$ -
Public Safety	-	-	-	-
Community Development	-	-	-	-
Capital Outlay	-	-	-	250,000
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
Costs of Debt Issuance	-	-	-	-
Total Expenditures	134,800	114,602	66,102	250,000
Excess (Deficiency) of Revenues Over Expenditures	(96,443)	(20,526)	(49,342)	(250,000)
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	-	-	-	-
Transfers In	-	-	-	-
Transfers Out	-	(7,366)	-	-
Total Other Financing Sources (Uses)	-	(7,366)	-	-
Net Change in Fund Balances	(96,443)	(27,892)	(49,342)	(250,000)
Fund Balance - Beginning of Year	1,260,126	1,921,736	327,106	-
Fund Balance - End of Year	$ 1,163,683	$ 1,893,844	$ 277,764	$ (250,000)

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Special Revenue	Capital Project Funds			Debt Service Fund	
Streets Medians Development	Fair Share Agreement	2005 TABs	2008 TABs	1997 COP	Total Other Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 2,036,784
4,248	149,620	130,284	73,195	7,429	1,510,612
-	-	-	-	-	15,455,705
89	-	-	-	-	154,896
-	2,125,897	-	-	-	14,941,991
-	-	-	536,778	-	566,570
-	-	-	-	-	398,144
-	-	-	-	187,866	187,866
4,337	2,275,517	130,284	609,973	195,295	35,252,568
$ -	$ -	$ -	$ -	$ -	$ 1,145,922
-	-	-	-	-	241,562
-	-	-	-	-	3,529,889
-	-	839,126	240,120	-	17,171,597
-	-	-	-	208,800	4,321,570
-	-	-	-	36,899	159,616
-	-	-	-	-	23,901
-	-	839,126	240,120	245,699	26,594,057
4,337	2,275,517	(708,842)	369,853	(50,404)	8,658,511
-	-	-	-	-	5,556,613
-	-	-	7,366	56,075	62,488,261
-	-	-	-	(12,610)	(63,763,339)
-	-	-	7,366	43,465	4,281,535
4,337	2,275,517	(708,842)	377,219	(6,939)	12,940,046
264,607	8,046,469	9,348,247	4,733,718	712,582	85,130,691
$ 268,944	$ 10,321,986	$ 8,639,405	$ 5,110,937	$ 705,643	$ 98,070,737

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Gas Tax Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 8,200	$ 8,200	$ 26,008	$ 17,808
Revenue from Other Agencies	4,489,525	8,814,422	4,170,625	(4,643,797)
Total Revenues	4,497,725	8,822,622	4,196,633	(4,625,989)
EXPENDITURES				
Current:				
Community Development	30,000	30,000	34,386	(4,386)
Capital Outlay	2,700,000	6,966,467	1,952,210	5,014,257
Total Expenditures	2,730,000	6,996,467	1,986,596	5,009,871
Excess (Deficiency) of Revenues over Expenditures	1,767,725	1,826,155	2,210,037	383,882
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,600,000)	(1,600,000)	(1,126,418)	473,582
Total Other Financing Sources (Uses)	(1,600,000)	(1,600,000)	(1,126,418)	473,582
Net Change in Fund Balance	167,725	226,155	1,083,619	857,464
Fund Balance - Beginning of Year	394,459	394,459	394,459	-
Fund Balance - End of Year	$ 562,184	$ 620,614	$ 1,478,078	$ 857,464

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Local Transportation Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ -	$ -	$ -	$ -
Total Revenues	-	-	-	-
EXPENDITURES				
Capital Outlay	-	-	2,010	(2,010)
Total Expenditures	-	-	2,010	(2,010)
Excess (Deficiency) of Revenues over Expenditures	-	-	(2,010)	(2,010)
Fund Balance - Beginning of Year	-	-	-	-
Fund Balance - End of Year	$ -	$ -	$ (2,010)	$ (2,010)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Transportation Enhancement Activities Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ -	$ -	$ -
Total Revenues	-	-	-	-
EXPENDITURES				
Capital Outlay	-	9,072	-	9,072
Total Expenditures	-	9,072	-	9,072
Excess (Deficiency) of Revenues over Expenditures	-	(9,072)	-	9,072
Fund Balance - Beginning of Year	(11,400)	(11,400)	(11,400)	-
Fund Balance - End of Year	$ (11,400)	$ (20,472)	$ (11,400)	$ 9,072

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Street Lighting and Landscape Maintenance Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 1,389,175	$ 1,389,175	$ 1,368,260	$ (20,915)
Use of Money and Property	11,980	11,980	21,230	9,250
Total Revenues	1,401,155	1,401,155	1,389,490	(11,665)
EXPENDITURES				
Current:				
Community Development	1,908,672	1,908,672	1,576,680	331,992
Capital Outlay	-	74,581	-	74,581
Debt Service:				
Principal Retirement	199,165	199,165	3,277,580	(3,078,415)
Interest and Fiscal Charges	110,808	110,808	72,216	38,592
Costs of Debt Issuance	-	-	21,272	(21,272)
Total Expenditures	2,218,645	2,293,226	4,947,748	(2,654,522)
Excess (Deficiency) of Revenues over Expenditures	(817,490)	(892,071)	(3,558,258)	(2,666,187)
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	-	-	3,169,257	3,169,257
Transfers In	380,850	380,850	55,493,025	55,112,175
Transfers Out	-	-	(55,156,957)	(55,156,957)
Total Other Financing Sources (Uses)	380,850	380,850	3,505,325	3,124,475
Net Change in Fund Balance	(436,640)	(511,221)	(52,933)	458,288
Fund Balance - Beginning of Year	1,196,131	1,196,131	1,196,131	-
Fund Balance - End of Year	$ 759,491	$ 684,910	$ 1,143,198	$ 458,288

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Landscape and Lighting District No. 2 Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 739,000	$ 739,000	$ 656,660	$ (82,340)
Use of Money and Property	7,300	7,300	9,743	(2,443)
Other	50,000	50,000	110,000	60,000
Total Revenues	796,300	796,300	776,403	(19,897)
EXPENDITURES				
Current:				
General Government	551,052	551,052	557,663	(6,611)
Community Development	115,433	115,433	124,181	(8,748)
Capital Outlay	-	14,655	-	14,655
Debt Service:				
Principal Retirement	24,616	24,616	405,190	(380,574)
Interest and Fiscal Charges	13,695	13,695	8,984	4,711
Costs of Debt Issuance	-	-	2,629	(2,629)
Total Expenditures	704,796	719,451	1,098,647	(379,196)
Excess (Deficiency) of Revenues over Expenditures	91,504	76,849	(322,244)	(399,093)
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	-	-	387,356	387,356
Transfers In	-	-	6,891,795	6,891,795
Transfers Out	(34,005)	(34,005)	(6,927,039)	(6,893,034)
Total Other Financing Sources (Uses)	(34,005)	(34,005)	352,112	386,117
Net Change in Fund Balances	57,499	42,844	29,868	(12,976)
Fund Balance - Beginning of Year	522,604	522,604	522,604	-
Fund Balance - End of Year	$ 580,103	$ 565,448	$ 552,472	$ (12,976)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Traffic Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 155,700	$ 155,700	$ 326,410	$ 170,710
Development Impact Fees	5,454,000	6,165,114	9,010,209	2,845,095
Total Revenues	5,609,700	6,320,814	9,336,619	3,015,805
EXPENDITURES				
Current:				
General Government	-	86,394	-	86,394
Capital Outlay	2,000,000	8,601,628	2,630,694	5,970,934
Total Expenditures	2,000,000	8,688,022	2,630,694	6,057,328
Excess (Deficiency) of Revenues over Expenditures	3,609,700	(2,367,208)	6,705,925	9,073,133
OTHER FINANCING SOURCES (USES)				
Transfers Out	(51,300)	(51,300)	(51,300)	-
Total Other Financing Sources (Uses)	(51,300)	(51,300)	(51,300)	-
Net Change in Fund Balances	3,558,400	(2,418,508)	6,654,625	9,073,133
Fund Balance - Beginning of Year	12,592,418	12,592,418	12,592,418	-
Fund Balance - End of Year	$ 16,150,818	$ 10,173,910	$ 19,247,043	$ 9,073,133

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Office of Traffic Safety Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ 457,014	$ 300,581	$ (156,433)
Charges for Services	-	2,517	154,807	152,290
Total Revenues	-	459,531	455,388	(4,143)
EXPENDITURES				
Current:				
Community Development	-	430,484	225,860	204,624
Capital Outlay	-	12,088	12,000	88
Total Expenditures	-	442,572	237,860	204,712
Excess (Deficiency) of Revenues over Expenditures	-	16,959	217,528	200,569
Fund Balance - Beginning of Year	(115,626)	(115,626)	(115,626)	-
Fund Balance - End of Year	$ (115,626)	$ (98,667)	$ 101,902	$ 200,569

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Retirement Tax Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 200	$ 200	$ 27	$ (173)
Total Revenues	200	200	27	(173)
OTHER FINANCING SOURCES (USES)				
Transfers Out	200	200	(27)	(227)
Total Other Financing Sources (Uses)	200	200	(27)	(227)
Net Change in Fund Balance	400	400	-	(400)
Fund Balance - Beginning of Year	-	-	-	-
Fund Balance - End of Year	$ 400	$ 400	$ -	$ (400)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Local Drainage Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 161,700	$ 161,700	$ 325,753	$ 164,053
Development Impact Fees	3,476,000	3,476,000	2,664,996	(811,004)
Total Revenues	3,637,700	3,637,700	2,990,749	(646,951)
EXPENDITURES				
Current:				
Community Development	210	210	162	48
Capital Outlay	-	13,651,822	380,699	13,271,123
Total Expenditures	210	13,652,032	380,861	13,271,171
Excess (Deficiency) of Revenues over Expenditures	3,637,490	(10,014,332)	2,609,888	12,624,220
Fund Balance - Beginning of Year	13,390,618	13,390,618	13,390,618	-
Fund Balance - End of Year	$ 17,028,108	$ 3,376,286	$ 16,000,506	$ 12,624,220

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Open Space Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 17,000	$ 17,000	$ 27,340	$ 10,340
Development Impact Fees	269,000	269,000	338,469	69,469
Total Revenues	286,000	286,000	365,809	79,809
EXPENDITURES				
Capital Outlay	-	962,200	155,103	807,097
Total Expenditures	-	962,200	155,103	807,097
Excess (Deficiency) of Revenues over Expenditures	286,000	(676,200)	210,706	886,906
Fund Balance - Beginning of Year	1,638,648	1,638,648	1,638,648	-
Fund Balance - End of Year	$ 1,924,648	$ 962,448	$ 1,849,354	$ 886,906

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Facilities Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 19,700	$ 19,700	$ 35,021	$ 15,321
Development Impact Fees	402,000	402,000	305,244	(96,756)
Total Revenues	421,700	421,700	340,265	(81,435)
EXPENDITURES				
Capital Outlay	1,571,000	2,198,000	26,548	2,171,452
Total Expenditures	1,571,000	2,198,000	26,548	2,171,452
Excess (Deficiency) of Revenues over Expenditures	(1,149,300)	(1,776,300)	313,717	2,090,017
Fund Balance - Beginning of Year	2,057,621	2,057,621	2,057,621	-
Fund Balance - End of Year	$ 908,321	$ 281,321	$ 2,371,338	$ 2,090,017

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Library Facilities Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Development Impact Fees	$ 49,000	$ 49,000	$ -	$ (49,000)
Use of Money and Property	-	-	340	340
Reimbursement from Successor Agency for Expenditures	-	-	29,792	29,792
Total Revenues	49,000	49,000	30,132	(18,868)
EXPENDITURES				
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	49,000	49,000	30,132	(18,868)
Fund Balance - Beginning of Year	48,840	48,840	48,840	-
Fund Balance - End of Year	$ 97,840	$ 97,840	$ 78,972	$ (18,868)

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for DISCUSSION PURPOSES ONLY

City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Major Grant Funding Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ 1,705,000	$ 10,285,798	$ 2,259,598	$ (8,026,200)
Total Revenues	1,705,000	10,285,798	2,259,598	(8,026,200)
EXPENDITURES				
Current:				
Community Development	180,000	732,528	408,908	323,620
Capital Outlay	1,565,000	11,792,333	2,983,343	8,808,990
Total Expenditures	1,745,000	12,524,861	3,392,251	9,132,610
Excess (Deficiency) of Revenues over Expenditures	(40,000)	(2,239,063)	(1,132,653)	1,106,410
OTHER FINANCING SOURCES (USES)				
Transfers In	40,000	40,000	40,000	-
Total Other Financing Sources (Uses)	40,000	40,000	40,000	-
Net Change in Fund Balance	-	(2,199,063)	(1,092,653)	1,106,410
Fund Balance - Beginning of Year	4,427,064	4,427,064	4,427,064	-
Fund Balance - End of Year	$ 4,427,064	$ 2,228,001	$ 3,334,411	$ 1,106,410

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Police Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 12,200	$ 12,200	$ 19,941	$ 7,741
Development Impact Fees	289,000	289,000	205,004	(83,996)
Total Revenues	301,200	301,200	224,945	(76,255)
EXPENDITURES				
Capital Outlay	-	446,698	-	446,698
Total Expenditures	-	446,698	-	446,698
Excess (Deficiency) of Revenues over Expenditures	301,200	(145,498)	224,945	370,443
Fund Balance - Beginning of Year	1,154,405	1,154,405	1,154,405	-
Fund Balance - End of Year	$ 1,455,605	$ 1,008,907	$ 1,379,350	$ 370,443

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Fire Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 34,100	$ 34,100	$ 32,506	$ (1,594)
Development Impact Fees	298,000	298,000	292,172	(5,828)
Total Revenues	332,100	332,100	324,678	(7,422)
EXPENDITURES				
Current:				
Public Safety	-	108,500	-	108,500
Capital Outlay	4,119,000	8,481,233	2,551,579	5,929,654
Total Expenditures	4,119,000	8,589,733	2,551,579	6,038,154
Excess (Deficiency) of Revenues over Expenditures	(3,786,900)	(8,257,633)	(2,226,901)	6,030,732
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,260)	(1,260)	(1,260)	-
Total Other Financing Sources (Uses)	(1,260)	(1,260)	(1,260)	-
Net Change in Fund Balances	(3,788,160)	(8,258,893)	(2,228,161)	6,030,732
Fund Balance - Beginning of Year	2,503,710	2,503,710	2,503,710	-
Fund Balance - End of Year	$ (1,284,450)	$ (5,755,183)	$ 275,549	$ 6,030,732

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Waste Management Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 64,600	$ 64,600	$ 107,679	$ 43,079
Revenue from Other Agencies	2,397,765	3,110,034	2,552,863	(557,171)
Other	14,610	14,610	14,959	349
Total Revenues	2,476,975	3,189,244	2,675,501	(513,743)
EXPENDITURES				
Current:				
Community Development	909,189	2,250,176	830,563	1,419,613
Capital Outlay	2,400,000	4,199,204	238,563	3,960,641
Total Expenditures	3,309,189	6,449,380	1,069,126	5,380,254
Excess (Deficiency) of Revenues over Expenditures	(832,214)	(3,260,136)	1,606,375	4,866,511
OTHER FINANCING SOURCES (USES)				
Transfers Out	(38,490)	(38,490)	(38,490)	-
Total Other Financing Sources (Uses)	(38,490)	(38,490)	(38,490)	-
Net Change in Fund Balances	(870,704)	(3,298,626)	1,567,885	4,866,511
Fund Balance - Beginning of Year	6,128,317	6,128,317	6,128,317	-
Fund Balance - End of Year	$ 5,257,613	$ 2,829,691	$ 7,696,202	$ 4,866,511

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - SCAQMD Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 3,900	$ 3,900	$ 6,582	$ 2,682
Revenue from Other Agencies	117,200	716,396	139,001	(577,395)
Total Revenues	121,100	720,296	145,583	(574,713)
EXPENDITURES				
Current:				
Community Development	61,030	374,337	50,673	323,664
Capital Outlay	-	492,978	63,127	429,851
Total Expenditures	61,030	867,315	113,800	753,515
Excess (Deficiency) of Revenues over Expenditures	60,070	(147,019)	31,783	178,802
OTHER FINANCING SOURCES (USES)				
Transfers Out	(6,190)	(6,190)	(6,190)	-
Total Other Financing Sources (Uses)	(6,190)	(6,190)	(6,190)	-
Net Change in Fund Balances	53,880	(153,209)	25,593	178,802
Fund Balance - Beginning of Year	417,048	417,048	417,048	-
Fund Balance - End of Year	$ 470,928	$ 263,839	$ 442,641	$ 178,802

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Asset Forfeiture Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 30,350	$ 30,350	$ 35,849	$ 5,499
Revenue from Other Agencies	-	-	602,737	602,737
Total Revenues	30,350	30,350	638,586	608,236
EXPENDITURES				
Current:				
Public Safety	30,000	276,910	146,756	130,154
Capital Outlay	-	866,083	777,968	88,115
Total Expenditures	30,000	1,142,993	924,724	218,269
Excess (Deficiency) of Revenues over Expenditures	350	(1,112,643)	(286,138)	826,505
Fund Balance - Beginning of Year	2,623,260	2,623,260	2,623,260	-
Fund Balance - End of Year	$ 2,623,610	$ 1,510,617	$ 2,337,122	$ 826,505

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Business Improvement District Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 250	$ 250	$ -	$ (250)
Total Revenues	250	250	-	(250)
EXPENDITURES				
Current:				
Community Development	250	250	-	250
Total Expenditures	250	250	-	250
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
Fund Balance - Beginning of Year	-	-	-	-
Fund Balance - End of Year	$ -	$ -	$ -	$ -

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Police Grants Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Other	$ 61,943	$ 210,146	$ 75,009	$ (135,137)
Total Revenues	61,943	210,146	75,009	(135,137)
EXPENDITURES				
Current:				
Public Safety	61,943	117,377	94,806	22,571
Capital Outlay	-	20,000	-	20,000
Total Expenditures	61,943	137,377	94,806	42,571
Excess (Deficiency) of Revenues over Expenditures	-	72,769	(19,797)	(92,566)
Fund Balance - Beginning of Year	(21,786)	(21,786)	(21,786)	-
Fund Balance - End of Year	$ (21,786)	$ 50,983	$ (41,583)	$ (92,566)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Community Services Grant Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ 1,600,171	$ 89,386	$ (1,510,785)
Total Revenues	-	1,600,171	89,386	(1,510,785)
EXPENDITURES				
Current:				
Community Development	-	1,563,699	150,950	1,412,749
Total Expenditures	-	1,563,699	150,950	1,412,749
Excess (Deficiency) of Revenues over Expenditures	-	36,472	(61,564)	(98,036)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	20,000	-	(20,000)
Total Other Financing Sources (Uses)	-	20,000	-	(20,000)
Net Change in Fund Balance	-	56,472	(61,564)	(118,036)
Fund Balance - Beginning of Year	(36,516)	(36,516)	(36,516)	-
Fund Balance - End of Year	$ (36,516)	$ 19,956	$ (98,080)	$ (118,036)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Citizens Option for Public Safety Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 4,300	$ 4,300	$ 7,954	$ 3,654
Revenue from Other Agencies	-	162,684	243,684	81,000
Total Revenues	4,300	166,984	251,638	84,654
EXPENDITURES				
Current:				
General Government	-	347,148	45,194	301,954
Capital Outlay	-	305,329	14,073	291,256
Total Expenditures	-	652,477	59,267	593,210
Excess (Deficiency) of Revenues over Expenditures	4,300	(485,493)	192,371	677,864
Fund Balance - Beginning of Year	488,004	488,004	488,004	-
Fund Balance - End of Year	$ 492,304	$ 2,511	$ 680,375	$ 677,864

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Local Law Enforcement Block Grant Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ 28,457	$ -	$ (28,457)
Total Revenues	-	28,457	-	(28,457)
EXPENDITURES				
Current:				
Public Safety	-	28,457	-	28,457
Capital Outlay	-	32,768	32,767	1
Total Expenditures	-	61,225	32,767	28,458
Excess (Deficiency) of Revenues over Expenditures	-	(32,768)	(32,767)	1
Fund Balance - Beginning of Year	35,916	35,916	35,916	-
Fund Balance - End of Year	$ 35,916	$ 3,148	$ 3,149	$ 1

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - CDBG Housing Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ 1,746,105	$ 5,150,434	$ 975,431	$ (4,175,003)
Total Revenues	1,746,105	5,150,434	975,431	(4,175,003)
EXPENDITURES				
Current:				
General Government	237,465	245,032	225,031	20,001
Capital Outlay	948,650	1,869,016	332,246	1,536,770
Debt Service:				
Principal Retirement	403,440	403,440	430,000	(26,560)
Interest and Fiscal Charges	24,680	24,680	41,517	(16,837)
Total Expenditures	1,614,235	2,542,168	1,028,794	1,513,374
Excess (Deficiency) of Revenues over Expenditures	131,870	2,608,266	(53,363)	(2,661,629)
OTHER FINANCING SOURCES (USES)				
Proceeds from Loan	-	-	2,000,000	2,000,000
Transfers Out	(156,870)	(179,849)	(101,492)	78,357
Total Other Financing Sources (Uses)	(156,870)	(179,849)	1,898,508	2,078,357
Net Change in Fund Balances	(25,000)	2,428,417	1,845,145	(583,272)
Fund Balance - Beginning of Year	(2,063,953)	(2,063,953)	(2,063,953)	-
Fund Balance - End of Year	$ (2,088,953)	$ 364,464	$ (218,808)	$ (583,272)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Traffic Safety Prop 1B Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ -	$ -	$ 6	$ 6
Total Revenues	-	-	6	6
EXPENDITURES	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	6	6
Fund Balance - Beginning of Year	401	401	401	-
Fund Balance - End of Year	$ 401	$ 401	$ 407	$ 6

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Neighborhood Stabilization Program Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ 1,245,932	$ -	$ (1,245,932)
Total Revenues	-	1,245,932	-	(1,245,932)
EXPENDITURES				
Current:				
General Government	-	19,907	2,530	17,377
Total Expenditures	-	19,907	2,530	17,377
Excess (Deficiency) of Revenues over Expenditures	-	1,226,025	(2,530)	(1,228,555)
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(148)	(148)
Total Other Financing Sources (Uses)	-	-	(148)	(148)
Net Change in Fund Balances	-	1,226,025	(2,678)	(1,228,703)
Fund Balance - Beginning of Year	352	352	352	-
Fund Balance - End of Year	$ 352	$ 1,226,377	$ (2,326)	$ (1,228,703)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Neighborhood Stabilization Program - Program Income
Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 10,600	$ 10,600	$ 11,808	$ 1,208
Revenue from Other Agencies	-	626,502	-	626,502
Other	-	628,081	109,650	(518,431)
Total Revenues	10,600	1,265,183	121,458	(1,143,725)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	10,600	1,265,183	121,458	(1,143,725)
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(9,042)	(9,042)
Total Other Financing Sources (Uses)	-	-	(9,042)	(9,042)
Net Change in Fund Balances	10,600	1,265,183	112,416	(1,152,767)
Fund Balance - Beginning of Year	680,976	680,976	680,976	-
Fund Balance - End of Year	$ 691,576	$ 1,946,159	$ 793,392	$ (1,152,767)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Measure I Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 65,000	$ 65,000	$ 102,836	$ 37,836
Revenue from Other Agencies	1,860,000	1,860,000	2,002,763	142,763
Total Revenues	1,925,000	1,925,000	2,105,599	180,599
EXPENDITURES				
Current:				
Community Development	300,000	699,430	127,526	571,904
Capital Outlay	1,600,000	7,257,375	1,771,677	5,485,698
Total Expenditures	1,900,000	7,956,805	1,899,203	6,057,602
Excess (Deficiency) of Revenues over Expenditures	25,000	(6,031,805)	206,396	6,238,201
Fund Balance - Beginning of Year	6,066,644	6,066,644	6,066,644	-
Fund Balance - End of Year	$ 6,091,644	$ 34,839	$ 6,273,040	$ 6,238,201

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Fire Grant Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ 77,778	$ 19,711	$ (58,067)
Total Revenues	-	77,778	19,711	(58,067)
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	77,778	19,711	(58,067)
Fund Balance - Beginning of Year	169,403	169,403	169,403	-
Fund Balance - End of Year	$ 169,403	$ 247,181	$ 189,114	$ (58,067)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Fire Ground Emergency Transportation Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ 542,153	$ 2,099,325	$ 1,557,172
Total Revenues	-	542,153	2,099,325	1,557,172
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Capital Outlay	-	1,917,541	1,917,744	(203)
Total Expenditures	-	1,917,541	1,917,744	(203)
Excess (Deficiency) of Revenues over Expenditures	-	(1,375,388)	181,581	1,556,969
OTHER FINANCING SOURCES (USES)				
Transfers Out	(325,000)	(325,000)	(325,000)	-
Total Other Financing Sources (Uses)	(325,000)	(325,000)	(325,000)	-
Net Change in Fund Balance	(325,000)	(1,700,388)	(143,419)	1,556,969
Fund Balance - Beginning of Year	4,211,246	4,211,246	4,211,246	-
Fund Balance - End of Year	$ 3,886,246	$ 2,510,858	$ 4,067,827	$ 1,556,969

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Cal Home Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 13,600	$ 13,600	$ 20,026	$ 6,426
Revenue from Other Agencies	-	22,556	-	(22,556)
Other	100,000	100,000	18,331	(81,669)
Total Revenues	113,600	136,156	38,357	(97,799)
EXPENDITURES				
Current:				
General Government	242,570	633,001	134,800	498,201
Total Expenditures	242,570	633,001	134,800	498,201
Excess (Deficiency) of Revenues over Expenditures	(128,970)	(496,845)	(96,443)	400,402
Fund Balance - Beginning of Year	1,260,126	1,260,126	1,260,126	-
Fund Balance - End of Year	$ 1,131,156	$ 763,281	$ 1,163,683	$ 400,402

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Housing Authority Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 20,100	$ 20,100	$ 23,881	$ 3,781
Other	75,000	75,000	70,195	(4,805)
Total Revenues	95,100	95,100	94,076	(1,024)
EXPENDITURES				
Current:				
General Government	153,300	208,840	114,602	94,238
Total Expenditures	153,300	208,840	114,602	94,238
Excess (Deficiency) of Revenues over Expenditures	(58,200)	(113,740)	(20,526)	93,214
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(7,366)	(7,366)	-
Total Other Financing Sources (Uses)	-	(7,366)	(7,366)	-
Net Change in Fund Balance	(58,200)	(121,106)	(27,892)	93,214
Fund Balance - Beginning of Year	1,921,736	1,921,736	1,921,736	-
Fund Balance - End of Year	$ 1,863,536	$ 1,800,630	$ 1,893,844	$ 93,214

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Public, Educational, and Governmental (PEG) Fees Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Taxes	$ 100,000	$ 100,000	$ 11,837	$ (88,163)
Use of Money and Property	4,400	4,400	4,923	523
Total Revenues	104,400	104,400	16,760	(87,640)
EXPENDITURES				
Current:				
General Government	96,750	284,655	66,102	218,553
Total Expenditures	96,750	284,655	66,102	218,553
Excess (Deficiency) of Revenues over Expenditures	7,650	(180,255)	(49,342)	130,913
Fund Balance - Beginning of Year	327,106	327,106	327,106	-
Fund Balance - End of Year	$ 334,756	$ 146,851	$ 277,764	$ 130,913

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Transportation Development Act (TDA) Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Revenue from Other Agencies	$ -	$ 386,021	$ -	$ (386,021)
Total Revenues	-	386,021	-	(386,021)
EXPENDITURES				
Capital Outlay	-	386,021	250,000	136,021
Total Expenditures	-	386,021	250,000	136,021
Excess (Deficiency) of Revenues over Expenditures	-	-	(250,000)	(250,000)
Fund Balance - Beginning of Year	-	-	-	-
Fund Balance - End of Year	$ -	$ -	$ (250,000)	$ (250,000)

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Streets Medians Development Special Revenue Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ -	$ -	$ 4,248	$ 4,248
Charges for Services	-	7,677	89	(7,588)
Total Revenues	-	7,677	4,337	(3,340)
EXPENDITURES				
Current:				
Community Development	-	7,677	-	7,677
Total Expenditures	-	7,677	-	7,677
Excess (Deficiency) of Revenues over Expenditures	-	-	4,337	4,337
Fund Balance - Beginning of Year	264,607	264,607	264,607	-
Fund Balance - End of Year	$ 264,607	$ 264,607	$ 268,944	$ 4,337

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Fair Share Agreement Capital Projects Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 67,500	$ 67,500	$ 149,620	$ 82,120
Development Impact Fees	1,756,000	2,011,956	2,125,897	113,941
Total Revenues	1,823,500	2,079,456	2,275,517	196,061
EXPENDITURES				
Current:				
Community Development	-	499,456	-	499,456
Capital Outlay	-	783,949	-	783,949
Total Expenditures	-	1,283,405	-	1,283,405
Excess (Deficiency) of Revenues over Expenditures	1,823,500	796,051	2,275,517	1,479,466
Fund Balance - Beginning of Year	8,046,469	8,046,469	8,046,469	-
Fund Balance - End of Year	$ 9,869,969	$ 8,842,520	$ 10,321,986	$ 1,479,466

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - 2005 TABs Capital Projects Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 93,400	$ 93,400	$ 130,284	$ 36,884
Total Revenues	93,400	93,400	130,284	36,884
EXPENDITURES				
Current:				
General Government	-	-	-	-
Capital Outlay	-	7,467,753	839,126	6,628,627
Total Expenditures	-	7,467,753	839,126	6,628,627
Excess (Deficiency) of Revenues over Expenditures	93,400	(7,374,353)	(708,842)	6,665,511
Fund Balance - Beginning of Year	9,348,247	9,348,247	9,348,247	-
Fund Balance - End of Year	$ 9,441,647	$ 1,973,894	$ 8,639,405	$ 6,665,511

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - 2008 TABs Capital Projects Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 73,400	$ 73,400	$ 73,195	$ (205)
Reimbursement from Successor Agency for Expenditures	-	536,778	536,778	-
Total Revenues	73,400	610,178	609,973	(205)
EXPENDITURES				
Capital Outlay	-	4,981,645	240,120	4,741,525
Total Expenditures	-	4,981,645	240,120	4,741,525
Excess (Deficiency) of Revenues over Expenditures	73,400	(4,371,467)	369,853	4,741,320
OTHER FINANCING SOURCES (USES)				
Transfers In	-	7,366	7,366	-
Total Other Financing Sources (Uses)	-	7,366	7,366	-
Net Change in Fund Balance	73,400	(4,364,101)	377,219	4,741,320
Fund Balance - Beginning of Year	4,733,718	4,733,718	4,733,718	-
Fund Balance - End of Year	$ 4,807,118	$ 369,617	$ 5,110,937	$ 4,741,320

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City of Rialto, California
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - 1997 COP Debt Service Fund
Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
REVENUES				
Use of Money and Property	$ 11,800	$ 11,800	$ 7,429	$ (4,371)
Payment from Successor Agency of Bond Proceeds	187,870	187,870	187,866	(4)
Total Revenues	199,670	199,670	195,295	(4,375)
EXPENDITURES				
Debt Service:				
Principal Retirement	208,800	208,800	208,800	-
Interest and Fiscal Charges	39,496	39,496	36,899	2,597
Total Expenditures	248,296	248,296	245,699	2,597
Excess (Deficiency) of Revenues over Expenditures	(48,626)	(48,626)	(50,404)	(1,778)
OTHER FINANCING SOURCES (USES)				
Transfers In	56,090	56,090	56,075	15
Transfers Out	(12,610)	(12,610)	(12,610)	-
Total Other Financing Sources (Uses)	43,480	43,480	43,465	15
Net Change in Fund Balances	(5,146)	(5,146)	(6,939)	(1,763)
Fund Balance - Beginning of Year	712,582	712,582	712,582	-
Fund Balance - End of Year	$ 707,436	$ 707,436	$ 705,643	$ (1,763)

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OTHER ENTERPRISE FUNDS

Proprietary funds are used to account for a government's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon income determination, financial position, and cash flows.

Cemetery Fund - accounts for all activities necessary to provide for the operations and maintenance of the City's cemetery; including administration, operations, maintenance, capital improvements and depreciation.

Recreation and Community Service Fund - accounts for all activities necessary to provide for the operations of the sports center, swimming pool, fitness center, senior center and other recreation facilities and programs; including neighborhood services, child development programs, administration, operations, maintenance, capital improvements and depreciation.

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City of Rialto, California
Combining Statement of Net Position
Other Enterprise Funds
June 30, 2019

	Cemetery	Recreation and Community Service	Total
ASSETS			
Current Assets:			
Cash and Investments	$ 369,941	$ 483,539	$ 853,480
Accounts Receivable, Net	-	9,812	9,812
Due from Other Governments	-	2,666	2,666
Prepaid Items	-	34,714	34,714
Total Current Assets	369,941	530,731	900,672
Noncurrent Assets:			
Capital Assets:			
Being Depreciated (Net of Accumulated Depreciation)	1,846	5,540	7,386
Total Noncurrent Assets	1,846	5,540	7,386
Total Assets	371,787	536,271	908,058
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related Items	6,997	719,229	726,226
OPEB Related Items	181	18,634	18,815
Total Deferred Outflows of Resources	7,178	737,863	745,041
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	6,202	104,226	110,428
Compensated Absences, Current	128	9,291	9,419
Total Current Liabilities	6,330	113,517	119,847
Long-term Liabilities:			
Compensated Absences	581	42,326	42,907
Net Pension Liability	34,327	3,528,779	3,563,106
Net OPEB Liability	11,778	1,210,756	1,222,534
Total Long-term Liabilities	46,686	4,781,861	4,828,547
Total Liabilities	53,016	4,895,378	4,948,394
DEFERRED INFLOWS OF RESOURCES			
Pension Related Items	2,655	272,969	275,624
OPEB Related Items	504	52,572	53,076
Total Deferred Inflows of Resources	3,159	325,541	328,700
NET POSITION			
Investment in Capital Assets	1,846	5,540	7,386
Restricted	320,915	-	320,915
Unrestricted	29	(3,952,325)	(3,952,296)
Total Net Position	$ 322,790	$ (3,946,785)	$ (3,623,995)

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City of Rialto, California
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Other Enterprise Funds
Year Ended June 30, 2019

	Cemetery	Recreation and Community Service	Enterprise Total
OPERATING REVENUES			
Charges for Services	$ 56,752	$ 825,550	$ 882,302
Total Operating Revenues	56,752	825,550	882,302
OPERATING EXPENSES			
Cost of Sales and Services	78,435	1,972,067	2,050,502
Administration	-	1,864,262	1,864,262
Depreciation	382	-	382
Total Operating Expenses	78,817	3,836,329	3,915,146
Operating Loss	(22,065)	(3,010,779)	(3,032,844)
NONOPERATING REVENUES (EXPENSES)			
Investment Income	7,459	-	7,459
Other Income (Expense)	-	19,766	19,766
Total Nonoperating Revenues (Expenses)	7,459	19,766	27,225
Loss Before Transfers	(14,606)	(2,991,013)	(3,005,619)
Transfers In	78,110	2,723,558	2,801,668
Transfers Out	-	(5,765)	(5,765)
Change in Net Position	63,504	(273,220)	(209,716)
Total Net Position - Beginning of Year	259,286	(3,673,565)	(3,414,279)
Total Net Position - End of Year	$ 322,790	$ (3,946,785)	$ (3,623,995)

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City of Rialto, California
Combining Statement of Cash Flows
Other Enterprise Funds
Year Ended June 30, 2019

	Cemetery	Recreation and Community Service	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	$ 56,752	$ 822,440	$ 879,192
Cash Payments to Suppliers for Services	(65,695)	(2,765,764)	(2,831,459)
Cash Payments to Employees for Services	(8,656)	(614,133)	(622,789)
Net Cash Used by Operating Activities	(17,599)	(2,557,457)	(2,575,056)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash Received from Other Funds	78,110	2,723,558	2,801,668
Cash Paid to Other Funds	-	(5,765)	(5,765)
Net Cash Provided by Noncapital Financing Activities	78,110	2,717,793	2,795,903
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income	7,459	-	7,459
Net Cash Provided by Investing Activities	7,459	-	7,459
Net Increase (Decrease) in Cash and Cash Equivalents	67,970	160,336	228,306
Cash and Cash Equivalents - Beginning of Year	301,971	323,203	625,174
Cash and Cash Equivalents - End of Year	$ 369,941	$ 483,539	$ 853,480
Reconciliation of Operating Loss to Net Cash Used by Operating Activities			
Operating Loss	$ (22,065)	$ (3,010,779)	$ (3,032,844)
Adjustments to reconcile operating loss to net cash used by operating activities:			
Depreciation	382	-	382
Other Nonoperating Expense	-	19,766	19,766
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	-	(2,243)	(2,243)
(Increase) Decrease in Prepaid Items	2	16,749	16,751
(Increase) Decrease in Due from Other Governments	-	(867)	(867)
(Increase) Decrease in Deferred Outflows of Resources-Pension	2,334	220,422	222,756
(Increase) Decrease in Deferred Outflows of Resources-OPEB	705	70,654	71,359
Increase (Decrease) on Accounts Payable and Accrued Liabilities	1,066	22,303	23,369
Increase (Decrease) in Compensated Absences	-	5,542	5,542
Increase (Decrease) in Net Pension Liability	(1,148)	(43,639)	(44,787)
Increase (Decrease) in Net OPEB Liability	912	115,876	116,788
Increase (Decrease) in Deferred Inflows of Resources-Pension	792	85,375	86,167
Increase (Decrease) in Deferred Inflows of Resources-OPEB	(579)	(56,616)	(57,195)
Net Cash Used by Operating Activities	$ (17,599)	$ (2,557,457)	$ (2,575,056)

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INTERNAL SERVICE FUNDS

Internal Service Funds finance and account for goods and services provided by one City department to other City departments, or to other governments, on a cost-reimbursement basis, including depreciation. The City used the following Internal Service Funds:

Workers' Compensation Fund - accounts for the City's self-insured workers' compensation claims program.

Fleet Management Fund - accounts for the maintenance of the vehicular fleet and equipment utilized by all departments within the City.

Management Information System Fund - accounts for the City's information technology including hardware, software and related infrastructure within the City.

General Liability Fund - accounts for the City's self-insured general liability program.

Building Maintenance Fund - accounts for general maintenance for City owned buildings including historical landmarks, while maintaining the telephone and voice mail systems of these buildings and specialty lights located in the downtown area.

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City of Rialto, California
Combining Statement of Net Position
Internal Service Funds
June 30, 2019

	Workers' Compensation	Fleet Management	Management Information System	General Liability	Building Maintenance	Total
ASSETS						
Current Assets:						
Cash and Investments	$ 9,556,458	$ 267,321	$ 1,670,659	$ 3,854,088	$ 2,504,229	$ 17,852,755
Interest Receivable	31,000	604	4,969	13,231	7,402	57,206
Due from Other Governments	72,243	-	-	-	-	72,243
Due from Other Funds	-	1,624	3,378	65,625	4,493	75,120
Due from Successor Agency	-	-	584	38	803	1,425
Inventory	-	32,456	-	-	-	32,456
Total Current Assets	9,659,701	302,005	1,679,590	3,932,982	2,516,927	18,091,205
Noncurrent Assets:						
Capital Assets:						
Being Depreciated (Net of Accumulated Depreciation)	-	74,339	175,265	-	-	249,604
Total Noncurrent Assets	-	74,339	175,265	-	-	249,604
Total Assets	9,659,701	376,344	1,854,855	3,932,982	2,516,927	18,340,809
DEFERRED OUTFLOWS OF RESOURCES						
Pension Related Items	-	244,200	-	-	-	244,200
OPEB Related Items	-	6,327	-	-	-	6,327
Total Deferred Outflows of Resources	-	250,527	-	-	-	250,527
LIABILITIES						
Current Liabilities:						
Accounts Payable and Accrued Liabilities	19,193	9,586	89,489	155,996	258,370	532,634
Claims Payable, Current	2,309,565	-	-	530,466	-	2,840,031
Compensated Absences, Current	723	4,898	7,594	723	7,970	21,908
Other Long-term Liabilities, Current	-	3,384	23,916	-	-	27,300
Total Current Liabilities	2,329,481	17,868	120,999	687,185	266,340	3,421,873
Long-term Liabilities:						
Claims Payable	10,521,353	-	-	2,416,570	-	12,937,923
Compensated Absences	3,292	22,314	34,596	3,292	36,310	99,804
Net Pension Liability	-	1,198,125	-	-	-	1,198,125
Net OPEB Liability	-	411,088	-	-	-	411,088
Other Long-term Liabilities	-	9,096	64,354	-	-	73,450
Total Long-term Liabilities	10,524,645	1,640,623	98,950	2,419,862	36,310	14,720,390
Total Liabilities	12,854,126	1,658,491	219,949	3,107,047	302,650	18,142,263
DEFERRED INFLOWS OF RESOURCES						
Pension Related Items	-	92,681	-	-	-	92,681
OPEB Related Items	-	17,609	-	-	-	17,609
Total Deferred Inflows of Resources	-	110,290	-	-	-	110,290
NET POSITION						
Net Investment in Capital Assets	-	61,859	86,995	-	-	148,854
Unrestricted	(3,194,425)	(1,203,769)	1,547,911	825,935	2,214,277	189,929
Total Net Position	$ (3,194,425)	$ (1,141,910)	$ 1,634,906	$ 825,935	$ 2,214,277	$ 338,783

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City of Rialto, California
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
Year Ended June 30, 2019

	Workers' Compensation	Fleet Management	Management Information System
OPERATING REVENUES			
Charges for Services	$ 2,773,990	$ 580,374	$ 1,282,480
Total Operating Revenues	2,773,990	580,374	1,282,480
OPERATING EXPENSES			
Cost of Sales and Services	4,766,337	562,762	987,690
Depreciation	-	7,930	58,499
Total Operating Expenses	4,766,337	570,692	1,046,189
Operating Income (Loss)	(1,992,347)	9,682	236,291
NONOPERATING REVENUES (EXPENSES)			
Investment Income	141,947	2,765	22,755
Interest Expense	-	(585)	(4,667)
Total Nonoperating Revenues (Expenses)	141,947	2,180	18,088
Income (Loss) Before Transfers	(1,850,400)	11,862	254,379
TRANSFERS			
Transfers In	-	-	-
Total Transfers	-	-	-
Change in Net Position	(1,850,400)	11,862	254,379
Total Net Position - Beginning of Year	(1,344,025)	(1,153,772)	1,380,527
Total Net Position - End of Year	$ (3,194,425)	$ (1,141,910)	$ 1,634,906

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General Liability	Building Maintenance	Total
$ 1,378,080	$ 2,082,240	$ 8,097,164
1,378,080	2,082,240	8,097,164
1,506,298	2,291,693	10,114,780
-	-	66,429
1,506,298	2,291,693	10,181,209
(128,218)	(209,453)	(2,084,045)
60,586	33,893	261,946
-	-	(5,252)
60,586	33,893	256,694
(67,632)	(175,560)	(1,827,351)
-	475,000	475,000
-	475,000	475,000
(67,632)	299,440	(1,352,351)
893,567	1,914,837	1,691,134
$ 825,935	$ 2,214,277	$ 338,783

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City of Rialto, California
Combining Statement of Cash Flows
Internal Service Funds
Year Ended June 30, 2019

	Workers' Compensation	Fleet Management	Management Information System
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	$ 2,751,073	$ 580,374	$ 1,282,480
Cash Payments to Suppliers for Services	(2,005,408)	(111,023)	(535,934)
Cash Payments to Employees for Services	(40,727)	(455,319)	(398,473)
Net Cash Provided (Used) by Operating Activities	704,938	14,032	348,073
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash Received from Other Funds	-	-	-
Cash Paid to Other Funds	-	(1,644)	(3,962)
Net Cash Provided (Used) by Noncapital Financing Activities	-	(1,644)	(3,962)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of Capital Assets	-	(6,337)	-
Principal Paid on Capital Debt	-	(3,864)	(27,336)
Interest Paid on Capital Debt	-	(585)	(12,319)
Net Cash Used by Capital and Related Financing Activities	-	(10,786)	(39,655)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income	132,823	2,741	21,291
Net Cash Provided by Investing Activities	132,823	2,741	21,291
Net Increase (Decrease) in Cash and Cash Equivalents	837,761	4,343	325,747
Cash and Cash Equivalents - Beginning of Year	8,718,697	262,978	1,344,912
Cash and Cash Equivalents - End of Year	$ 9,556,458	$ 267,321	$ 1,670,659

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General Liability	Building Maintenance	Total
$ 1,417,636	$ 2,085,860	$ 8,117,423
(1,669,887)	(1,582,605)	(5,904,857)
(40,727)	(536,853)	(1,472,099)
(292,978)	(33,598)	740,467
-	475,000	475,000
(65,663)	(5,296)	(76,565)
(65,663)	469,704	398,435
-	-	(6,337)
-	-	(31,200)
-	-	(12,904)
-	-	(50,441)
56,737	30,527	244,119
56,737	30,527	244,119
(301,904)	466,633	1,332,580
4,155,992	2,037,596	16,520,175
$ 3,854,088	$ 2,504,229	$ 17,852,755

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City of Rialto, California
Combining Statement of Cash Flows - Continued
Internal Service Funds
Year Ended June 30, 2019

	Workers' Compensation	Fleet Management	Management Information System
Reconciliation of Operating (Income) Loss to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	$ (1,992,347)	$ 9,682	$ 236,291
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	-	7,930	58,499
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	532	-	-
(Increase) Decrease in Prepaid Items	-	6	-
(Increase) Decrease in Due from Other Governments	(23,449)	-	-
(Increase) Decrease in Inventory	-	4,465	-
(Increase) Decrease in Deferred Outflows of Resources-Pension	-	109,828	-
(Increase) Decrease in Deferred Outflows of Resources-OPEB	-	27,313	-
Increase (Decrease) in Accounts Payable and Accrued Liabilities	327	885	45,177
Increase (Decrease) in Claims Payable	2,720,567	-	-
Increase (Decrease) in Compensated Absences	(692)	4,712	8,106
Increase (Decrease) in Net Pension Liability	-	(147,839)	-
Increase (Decrease) in Net OPEB Liability	-	(1,423)	-
Increase (Decrease) in Deferred Inflows of Resources-Pension	-	22,002	-
Increase (Decrease) in Deferred Inflows of Resources-OPEB	-	(23,529)	-
Net Cash Provided (Used) by Operating Activities	$ 704,938	$ 14,032	$ 348,073

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General Liability	Building Maintenance	Total
$ (128,218)	$ (209,453)	$ (2,084,045)
-	-	66,429
39,556	3,620	43,708
-	-	6
-	-	(23,449)
-	-	4,465
-	-	109,828
-	-	27,313
28,196	154,208	228,793
(231,820)	-	2,488,747
(692)	18,027	29,461
-	-	(147,839)
-	-	(1,423)
-	-	22,002
-	-	(23,529)
$ (292,978)	$ (33,598)	$ 740,467

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AGENCY FUNDS

Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, or other governments. The Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Special Deposits Fund - accounts for all special deposits held by the City in its fiduciary capacity.

Confiscated Funds Fund - accounts for seized assets obtained by the Police Department in conjunction with the prosecution of alleged criminal activity that are awaiting dispensation by the court system.

Community Facilities District (CFD) 87-1 Fund - accounts for the City's fiduciary capacity as custodian for the collection of special taxes for the CFD 87-1 and the retirement of limited tax obligation bonds.

Community Facilities District (CFD) 2006-1 Elm Park Fund - The City acts as a custodian for collection of special taxes for the CFD 2006-1. The special tax is used for retirement of limited obligation bonds. The City acts in a fiduciary capacity as custodian for any monies available in this fund.

Community Facilities District (CFD) 2016-1 - The City acts as a custodian for collection of special taxes for the CFD 2016-1. The special tax is used for retirement of limited obligation bonds. The City acts in a fiduciary capacity as custodian for any monies available in this fund.

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City of Rialto
Combining Statement of Assets and Liabilities
All Agency Funds
June 30, 2019

	Special Deposits	Confiscated Funds	Community Facilities District 87-1	Community Facilities District 2006-1 Elm Park	Community Facilities District 2016-1	Total
ASSETS						
Cash and Investments	$ 1,539,648	$ 1,609,389	$ 67,255	$ 545,326	$ -	$ 3,761,618
Restricted Cash and Investments with Fiscal Agents	-	-	-	457,060	-	457,060
Interest Receivable	-	5,638	104	1,428	-	7,170
Notes Receivable	24,247	-	-	-	-	24,247
Total Assets	$ 1,563,895	$ 1,615,027	$ 67,359	$ 1,003,814	$ -	$ 4,250,095
LIABILITIES						
Accrued Liabilities	$ 1,384,372	$ 1,615,027	$ -	$ -	$ -	$ 2,999,399
Deposits	179,263	-	-	-	-	179,263
Due to Other Governments	-	-	-	-	3,871	3,871
Unearned Revenue	260	-	-	-	-	260
Due to Bondholders	-	-	67,359	1,003,814	(3,871)	1,067,302
Total Liabilities	$ 1,563,895	$ 1,615,027	$ 67,359	$ 1,003,814	$ -	$ 4,250,095

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City of Rialto
Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended June 30, 2019

	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
SPECIAL DEPOSITS				
ASSETS				
Cash and Investments	$ 1,528,535	$ 6,575,555	$ 6,564,442	$ 1,539,648
Notes Receivable	174,247	-	150,000	24,247
Due from Other Governments	48,886	-	48,886	-
Total Assets	$ 1,751,668	$ 6,575,555	$ 6,763,328	$ 1,563,895
LIABILITIES				
Accrued Liabilities	$ 1,532,537	$ 12,772,160	$ 12,920,325	$ 1,384,372
Deposits	218,673	212,421	251,831	179,263
Unearned Revenue	458	260	458	260
Total Liabilities	$ 1,751,668	$ 12,984,841	$ 13,172,614	$ 1,563,895
CONFISCATED FUNDS				
ASSETS				
Cash and Investments	$ 963,026	$ 1,525,878	$ 879,515	$ 1,609,389
Interest Receivable	1,030	5,638	1,030	5,638
Total Assets	$ 964,056	$ 1,531,516	$ 880,545	$ 1,615,027
LIABILITIES				
Accrued Liabilities	$ 964,056	$ 1,524,848	$ 873,877	$ 1,615,027
Total Liabilities	$ 964,056	$ 1,524,848	$ 873,877	$ 1,615,027
COMMUNITY FACILITIES DISTRICT 87-1				
ASSETS				
Cash and Investments	$ 49,579	$ 749,855	$ 732,179	$ 67,255
Restricted Cash and Investments with Fiscal Agents	731,456	24,103	755,559	-
Interest Receivable	147	104	147	104
Due from Other Governments	2,111	-	2,111	-
Total Assets	$ 783,293	$ 774,062	$ 1,489,996	$ 67,359
LIABILITIES				
Accrued Liabilities	$ -	$ 28,407	$ 28,407	$ -
Due to Bondholders	783,293	24,875	740,809	67,359
Total Liabilities	$ 783,293	$ 53,282	$ 769,216	$ 67,359

Continued

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City of Rialto
Statement of Changes in Assets and Liabilities - Continued
All Agency Funds
For the Year Ended June 30, 2019

	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
COMMUNITY FACILITIES DISTRICT 2006-1 ELM PARK				
ASSETS				
Cash and Investments	$ 515,693	$ 463,556	$ 433,923	$ 545,326
Restricted Cash and Investments with Fiscal Agents	456,877	20,417	20,234	457,060
Interest Receivable	1,226	1,428	1,226	1,428
Due from Other Governments	3,294	-	3,294	-
Total Assets	$ 977,090	$ 485,401	$ 458,677	$ 1,003,814
LIABILITIES				
Accrued Liabilities	$ -	$ 316,551	$ 316,551	$ -
Due to Bondholders	977,090	464,554	437,830	1,003,814
Total Liabilities	$ 977,090	$ 781,105	$ 754,381	$ 1,003,814
COMMUNITY FACILITIES DISTRICT 2016-1				
ASSETS				
Cash and Investments	$ -	$ -	$ -	$ -
Total Assets	$ -	$ -	$ -	$ -
LIABILITIES				
Due to Other Governments	$ -	$ 3,871	$ -	$ 3,871
Due to Bondholders	-	-	3,871	(3,871)
Total Liabilities	$ -	$ 3,871	$ 3,871	$ -
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and Investments	$ 3,056,833	$ 9,314,844	$ 8,610,059	$ 3,761,618
Restricted Cash and Investments with Fiscal Agents	1,188,333	44,520	775,793	457,060
Interest Receivable	2,403	7,170	2,403	7,170
Notes Receivable	174,247	-	150,000	24,247
Due from Other Governments	54,291	-	54,291	-
Total Assets	$ 4,476,107	$ 9,366,534	$ 9,592,546	$ 4,250,095
LIABILITIES				
Accrued Liabilities	$ 2,496,593	$ 14,641,966	$ 14,139,160	$ 2,999,399
Deposits	218,673	212,421	251,831	179,263
Due to Other Governments	-	3,871	-	3,871
Unearned Revenue	458	260	458	260
Due to Bondholders	1,760,383	489,429	1,182,510	1,067,302
Total Liabilities	$ 4,476,107	$ 15,347,947	$ 15,573,959	$ 4,250,095

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STATISTICAL SECTION

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Financial Trends

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

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City of Rialto
Schedule: 1
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
Governmental activities					
Net investment in capital assets	$ 140,559,035	$ 148,690,370	$ 163,723,392	$ 168,193,443	$ 174,199,279
Restricted	82,006,331	61,601,597	39,832,021	72,472,077	68,118,579
Unrestricted	(45,379,858)	(31,625,220)	39,481,946	44,622,614	47,463,243
Total governmental activities net position	177,185,508	178,666,747	243,037,359	285,288,134	289,781,101
Business-type activities					
Net investment in capital assets	73,535,837	75,171,230	80,648,318	65,682,237	63,007,943
Restricted	4,464,331	4,451,690	-	-	-
Unrestricted	36,035,392	20,699,745	16,056,356	(17,512,844)	(46,850,667)
Total business-type activities net position	114,035,560	100,322,665	96,704,674	48,169,393	16,157,276
Primary government					
Net investment in capital assets	214,094,872	223,861,600	244,371,710	233,875,680	237,207,222
Restricted	86,470,662	66,053,287	39,832,021	72,472,077	68,118,579
Unrestricted	(9,344,466)	(10,925,475)	55,538,302	27,109,770	612,576
Total primary government net position	$ 291,221,068	$ 278,989,412	$ 339,742,033	$ 333,457,527	$ 305,938,377

Source: City of Rialto Comprehensive Annual Reports

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto
Schedule: 1
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2015	2016	2017	2018	2019
Governmental activities					
Net investment in capital assets	$ 182,925,420	$ 203,745,887	$ 209,841,810	$ 219,905,555	$ 241,566,979
Restricted	73,952,529	75,922,532	96,873,256	110,510,600	119,177,499
Unrestricted	(54,942,162)	(51,933,755)	(39,451,355)	(70,806,076)	(64,406,001)
Total governmental activities net position	201,935,787	227,734,664	267,263,711	259,610,079	296,338,477
Business-type activities					
Net investment in capital assets	61,880,161	62,092,586	62,212,159	90,709,466	106,102,033
Restricted	23,103,406	23,762,159	20,161,874	22,666,881	22,774,070
Unrestricted	(71,217,677)	(75,195,998)	(71,769,191)	(102,644,912)	(113,779,243)
Total business-type activities net position	13,765,890	10,658,747	10,604,842	10,731,435	15,096,860
Primary government					
Net investment in capital assets	244,805,581	265,838,473	272,053,969	310,615,021	347,669,012
Restricted	97,055,935	99,684,691	117,035,130	133,177,481	141,951,569
Unrestricted	(126,159,839)	(127,129,753)	(111,220,546)	(173,450,988)	(178,185,244)
Total primary government net position	$ 215,701,677	$ 238,393,411	$ 277,868,553	$ 270,341,514	$ 311,435,337

Source: City of Rialto Comprehensive Annual Reports

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto
Schedule: 2
Changes in Net Position
Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
Expenses					
Governmental Activities					
General government	$ 16,018,176	$ 14,861,332	$ 18,320,228	$ 11,385,776	$ 16,831,207
Community development	52,083,959	36,471,039	16,311,195	7,815,876	14,622,817
Public safety	36,649,311	40,089,330	39,141,965	39,248,802	39,676,536
Payment to successor agency	-	-	-	921,450	-
Interest on long term debt	10,863,243	9,863,803	2,065,971	249,424	154,834
Total governmental activities expenses	115,614,689	101,285,504	75,839,359	59,621,328	71,285,394
Business-type activities					
Water	7,663,647	7,807,397	12,141,122	15,596,613	12,750,105
Wastewater	8,806,799	9,618,767	9,076,667	21,111,279	23,015,470
Airport	308,245	216,107	254,176	451,183	388,963
Cemetery	41,099	46,258	36,559	46,086	49,255
Utility Billing	-	-	-	-	-
Recreation & Community Service	3,146,916	2,960,934	2,634,024	2,586,330	2,335,258
Total business-type activities expenses	19,966,706	20,649,463	24,142,548	39,791,491	38,539,051
Total primary government expenses	$ 135,581,395	$ 121,934,967	$ 99,981,907	$ 99,412,819	$ 109,824,445
Program revenues					
Governmental activities					
Charges for services					
General government	$ 2,081,112	$ 1,104,974	$ 891,137	$ 1,882,740	$ 811,456
Community Development	1,257,868	835,509	2,583,136	1,914,371	12,026,114
Public Safety	2,713,842	2,876,500	2,795,262	4,005,618	2,854,087
Operating grants and contributions	4,584,744	4,360,905	17,890,543	4,587,822	7,032,129
Capital grants and contributions	7,772,081	9,059,443	5,565,842	5,926,508	4,939,898
Total governmental activities program revenues	18,409,647	18,237,331	29,725,920	18,317,059	27,663,684
Business-type activities					
Charges for services					
Water	8,579,227	8,426,108	8,399,411	8,840,946	9,970,145
Wastewater	10,954,088	11,030,430	11,197,115	12,811,692	17,281,060
Airport	133,063	105,509	182,456	522,259	485,785
Cemetery	24,379	27,136	36,978	35,334	23,710
Recreation & community service	1,000,816	914,450	956,929	901,593	898,633
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	-	-	-	-	-
Total Business-type Activities program revenues	20,691,573	20,503,633	20,772,889	23,111,824	28,659,333
Total primary government program revenues	$ 39,101,220	$ 38,740,964	$ 50,498,809	$ 41,428,883	$ 56,323,017

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto
Schedule: 2
Changes in Net Position
Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2015	2016	2017	2018	2019
Expenses					
Governmental Activities					
General government	$ 22,194,069	$ 12,838,348	$ 27,670,283	$ 19,885,751	$ 23,994,846
Community development	18,152,493	20,547,780	28,506,818	29,404,226	19,645,409
Public safety	40,057,540	45,270,584	52,952,706	53,055,098	58,199,681
Payment to successor agency	1,270,167	1,295,583	-	-	-
Interest on long term debt	169,166	96,659	84,307	323,872	479,445
Total governmental activities expenses	81,843,435	80,048,954	109,214,114	102,668,947	102,319,381
Business-type activities					
Water	12,999,577	12,069,588	12,740,471	13,832,547	13,178,151
Wastewater	23,463,015	24,350,919	24,200,053	23,397,142	23,016,838
Airport	4,373,243	207,934	10,929	127,653	45,491
Cemetery	52,738	51,758	80,900	65,397	78,817
Utility Billing	-	-	-	-	-
Recreation & Community Service	2,640,280	3,234,840	3,572,043	3,456,616	3,836,329
Total business-type activities expenses	43,528,853	# 39,915,039	# 40,604,396	# 40,879,355	40,155,626
Total primary government expenses	$ 125,372,288	$ 119,963,993	$ 149,818,510	$ 143,548,302	$142,475,007
Program revenues					
Governmental activities					
Charges for services					
General government	$ 804,526	$ 1,606,496	$ 1,122,310	$ 1,637,935	$ 4,173,279
Community Development	14,560,867	10,906,447	48,620,952	26,054,877	26,778,267
Public Safety	3,006,101	3,023,995	3,111,112	3,439,943	3,849,026
Operating grants and contributions	10,480,851	9,222,678	10,058,467	17,599,694	12,996,451
Capital grants and contributions	4,504,424	4,548,560	3,901,780	5,774,075	6,634,323
Total governmental activities program revenues	33,356,769	29,308,176	66,814,621	54,506,524	54,431,346
Business-type activities					
Charges for services					
Water	12,082,146	12,225,769	13,119,637	14,856,800	13,648,249
Wastewater	22,492,901	22,482,683	25,954,797	28,939,501	28,813,463
Airport	128,387	58,785	32,979	159,342	50,523
Cemetery	32,419	39,624	65,867	46,319	56,752
Recreation & community service	883,489	838,665	895,340	758,012	825,550
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	-	-	353,470	131,896	203,653
Total Business-type Activities program revenues	35,619,342	35,645,526	40,422,090	44,891,870	43,598,190
Total primary government program revenues	$ 68,976,111	$ 64,953,702	$ 107,236,711	$ 99,398,394	$ 98,029,536

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto
Schedule: 2
Changes in Net Position
Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
General revenues and other changes in net position					
Governmental Activities					
Taxes					
Property taxes	$ 43,861,053	$ 40,189,401	$ 25,514,250	$ 18,808,829	$ 17,251,658
Franchise taxes	2,986,501	3,049,661	3,235,911	3,113,227	2,368,377
Utility users taxes	11,205,005	11,204,683	11,082,948	11,253,197	12,191,859
Business license taxes	1,420,874	1,610,311	1,436,800	1,532,412	2,196,779
Sales & use tax	9,515,319	9,072,262	10,736,135	10,310,901	11,523,017
Vehicle license fees	293,540	458,055	101,174	42,966	-
Income for property and investments	1,906,451	1,554,315	591,646	(255,146)	965,960
Other general revenue	4,006,619	3,001,775	2,701,950	3,780,116	4,698,926
RUA lease payments	-	-	-	34,000,000	2,000,000
RUA contract payments	-	-	-	-	824,032
Transfers	487,064	14,388,949	631,463	2,551,344	(1,182,645)
Gain on sale of property	-	-	3,975	208784	-
Payment from successor agency	-	-	(2,212,501)	-	185,982
Extra-ordinary gain	-	-	56,660,300	-	-
Capital contribution	-	-	-	-	-
Total governmental activities program revenues	75,682,426	84,529,412	110,484,051	85,346,630	53,023,945
Business-type activities:					
Property taxes	20,517	26,385	16,472	13,361	11,593
Income for property and investments	422,156	338,883	270,502	(403,262)	746,964
Other general revenue	4,135,865	455,850	96,157	727,209	608,509
RUA lease payments	-	-	-	(34,000,000)	(2,000,000)
Transfers	(487,064)	(14,388,949)	(631,463)	(2,551,344)	1,182,645
Gain on sale of property	-	766	-	538,870	-
Distribution of airport property from successor agency	-	-	-	13,764,414	-
Capital contribution	-	-	-	-	-
Total business-type activities	4,091,474	(13,567,065)	(248,332)	(21,910,752)	549,711
Total primary government	79,773,900	70,962,347	110,235,719	63,435,878	53,573,656
Net revenue (expense)					
Governmental activities	$ (97,205,042)	$ (83,048,173)	$ (46,113,439)	$ (41,304,269)	$ (43,621,710)
Business-type activities	724,867	(145,830)	(3,369,659)	(16,679,667)	(9,879,718)
Total primary government	$ (96,480,175)	$ (83,194,003)	$ (49,483,098)	$ (57,983,936)	$ (53,501,428)
Change in net position					
Governmental activities	$ (21,522,616)	$ 1,481,239	$ 64,370,612	$ 44,042,361	$ 9,402,235
Business-type activities	4,816,341	(13,712,895)	(3,617,991)	(38,590,419)	(9,330,007)
Total primary government	$ (16,706,275)	$ (12,231,656)	$ 60,752,621	$ 5,451,942	$ 72,228

Source: City of Rialto Comprehensive Annual Reports

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City of Rialto
Schedule: 2
Changes in Net Position
Last Ten Fiscal Years (accrual basis of accounting)

	Fiscal Year				
	2015	2016	2017	2018	2019
General revenues and other changes in net position					
Governmental Activities					
Taxes					
Property taxes	$ 19,568,841	$ 20,895,499	$ 22,306,582	$ 25,201,016	$ 29,311,614
Franchise taxes	3,659,305	3,750,460	3,640,100	3,955,968	3,962,647
Utility users taxes	12,634,013	12,670,892	12,731,020	13,592,657	13,035,913
Business license taxes	2,131,574	2,237,639	2,343,824	2,660,329	3,024,804
Sales & use tax	12,023,147	11,893,381	14,532,085	17,593,261	22,603,061
Vehicle license fees	41,566	41,192	48,082	56,075	51,380
Income for property and investments	504,777	1,362,960	267,929	1,228,983	5,175,470
Other general revenue	5,260,920	4,204,699	4,529,579	6,000,699	4,911,931
RUA lease payments	2,568,030	2,000,000	2,000,000	2,000,000	2,000,000
RUA contract payments	1,230,626	1,167,530	1,167,530	742,000	742,000
Transfers	3,407,429	(2,140,364)	17,784,644	3,963,598	(409,255)
Gain on sale of property	-	-	2,851	475,967	19,002
Payment from successor agency	572,154	185,366	574,314	187,299	187,866
Extra-ordinary gain	-	14,289,617	-	-	-
Capital contribution	3,344,082	4,296,048	-	-	-
Total governmental activities program revenues	66,946,464	76,854,919	81,928,540	77,657,852	84,616,433
Business-type activities:					
Property taxes	45,210	1,478	894	198	20
Income for property and investments	88,329	184,391	85,953	363,912	478,837
Other general revenue	117,870	104,060	1,616,184	543,708	605,712
RUA lease payments	(2,568,030)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)
Transfers	(3,407,429)	2,140,364	(17,784,644)	(3,963,598)	409,255
Gain on sale of property	9,854,563	345,213	18,210,014	6,730,559	1,429,037
Distribution of airport property from successor agency	-	-	-	-	-
Capital contribution	1,387,612	386,864	-	-	-
Total business-type activities	5,518,125	775,506	128,401	1,674,779	922,861
Total primary government	72,464,589	775,506	131,252	2,150,746	85,539,294
Net revenue (expense)					
Governmental activities	$ (48,486,666)	$ (50,740,778)	$ (42,399,493)	$ (48,162,423)	$ (47,888,035)
Business-type activities	(7,909,511)	(4,269,513)	(182,306)	4,012,515	3,442,564
Total primary government	$ (56,396,177)	$ (55,010,291)	$ (42,581,799)	$ (44,149,908)	$ (44,445,471)
Change in net position					
Governmental activities	$ 18,459,798	$ 26,114,141	$ 39,529,047	$ 29,495,429	$ 36,728,398
Business-type activities	(2,391,386)	(3,494,007)	(53,905)	5,687,294	4,365,425
Total primary government	$ 16,068,412	$ 22,620,134	$ 39,475,142	$ 35,182,723	$ 41,093,823

Source: City of Rialto Comprehensive Annual Reports

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto
Schedule: 3
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
General fund					
Nonspendable	$ -	$ 5,060,331	$ 5,185,796	$ 7,907,132	$ 6,511,485
Assigned	-	26,306,403	1,372,061	4,066,479	5,082,685
Unassigned	-	9,156,472	30,994,690	36,564,055	43,778,202
Reserved	9,141,648	-	-	-	-
Unreserved	36,316,796	-	-	-	-
Total general fund	45,458,444	40,523,206	37,552,547	48,537,666	55,372,372
All other governmental fund					
Nonspendable	-	38,094,549	-	160,190	-
Restricted	-	61,601,597	38,942,322	67,517,079	68,096,181
Assigned	-	37,719,982	268,290	-	-
Unassigned	-	13,326,942	(807,897)	(110,759)	(227,868)
Reserved	59,508,330	-	-	-	-
Unreserved	97,716,931	-	-	-	-
Total all other governmental fund	157,225,261	150,743,070	38,402,715	67,566,510	67,868,313
Total governmental funds	$ 202,683,705	$ 191,266,276	$ 75,955,262	$ 116,104,176	$ 123,240,685

Source: City of Rialto Comprehensive Annual Reports

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for DISCUSSION PURPOSES ONLY

City of Rialto
Schedule: 3
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

	Fiscal Year				
	2015	2016	2017	2018	2019
General fund					
Nonspendable	$ 1,964,366	$ 1,964,563	$ 3,527,188	$ 6,252,083	$ 24,252,395
Assigned	3,285,133	4,377,737	5,132,711	23,023,387	14,268,248
Unassigned	53,786,818	50,372,278	60,711,353	43,705,317	43,978,540
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Total general fund	59,036,317	56,714,578	69,371,252	72,980,787	82,499,183
All other governmental fund					
Nonspendable	-	-	1,313	481,406	485,030
Restricted	73,660,309	73,272,530	96,816,213	91,753,133	119,177,499
Assigned	-	-	-	-	-
Unassigned	(1,847,051)	(554,749)	(2,147,038)	(2,249,281)	(624,687)
Reserved	-	-	-	-	-
Unreserved	-	-	-	-	-
Total all other governmental fund	71,813,258	72,717,781	94,670,488	89,985,258	119,037,842
Total governmental funds	$ 130,849,575	$ 129,432,359	$ 164,041,740	$ 162,966,045	$ 201,537,025

Source: City of Rialto Comprehensive Annual Reports

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PRELIMINARY & TENTATIVE
for DISCUSSION PURPOSES ONLY

City of Rialto
Schedule: 4
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

	Fiscal Year				
	2010	2011	2012	2013	2014
Revenues:					
Taxes	$ 67,853,120	$ 63,510,171	$ 50,570,048	$ 43,675,907	$ 44,289,183
License and permits	1,890,486	2,094,146	1,907,240	1,983,341	3,486,675
Fines and forfeitures	610,514	426,336	394,716	573,951	733,014
Use of money and property	1,906,449	1,125,598	591,644	(258,630)	961,747
Revenue from other agencies	13,207,623	13,506,909	24,833,462	12,364,007	14,957,790
Charges for services	3,745,895	3,124,211	2,779,356	2,840,395	5,455,564
Development impact fees	1,177,901	872,999	1,904,945	1,783,001	7,526,709
RUA lease payments	-	-	-	34,000,000	2,000,000
Reimbursement from successor agency for expenditures	-	-	-	441,300	185,981
Other	3,660,573	3,680,566	2,204,652	3,670,379	3,237,598
Payment from successor agency of bond proceeds	-	-	-	-	-
Total revenues	94,052,561	88,340,936	85,186,063	101,073,651	82,834,261
Expenditures:					
General government	12,567,564	11,576,464	12,840,658	8,949,820	13,807,651
Public safety	35,323,320	38,634,297	36,883,364	36,761,021	38,954,995
Community Development	40,951,880	17,122,555	7,707,566	6,505,080	6,870,797
Payment to successor agency for disallowed items	-	-	-	921,450	-
Capital outlay	16,650,466	31,868,292	21,287,927	11,305,081	17,520,528
Debt service:					
Principal Retirement	3,049,826	3,038,716	3,237,594	410,493	427,965
Interest and fiscal charges	10,453,735	10,342,524	5,275,758	222,329	191,701
Bond issuance cost	-	-	-	-	-
Total Expenditures	118,996,791	112,582,848	87,232,867	65,075,274	77,773,637
Other financing sources/ (uses):					
Proceeds from sale of capital assets	48,302	7,495	3,975	26,283	8,652
Proceeds from Margin Loan	-	-	-	-	-
Payment to refunded note payable escrow agent	-	-	-	-	-
Capital lease	-	-	438,327	-	-
Transfers in	18,900,481	33,914,483	23,360,038	38,153,746	5,740,301
Transfers out	(19,239,701)	(20,710,621)	(25,297,731)	(34,029,492)	(3,673,068)
Transfers to private-purpose trust fund	-	-	(2,212,501)	-	-
Proceeds from note payable issuance	-	-	-	-	-
Total other financing	(290,918)	13,211,357	(3,707,892)	4,150,537	2,075,885
Extraordinary gain (loss)			(109,556,318)		
Net change in fund balance	$(25,235,148)	$(11,030,555)	$(115,311,014)	$ 40,148,914	$ 7,136,509
Debt service as a percentage of noncapital expenditures	12.02%	13.43%	11.60%	1.18%	0.93%

Source: City of Rialto Comprehensive Annual Reports

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City of Rialto
Schedule: 4
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

	Fiscal Year				
	2015	2016	2017	2018	2019
Revenues:					
Taxes	$ 47,969,828	$ 49,351,847	$ 53,355,191	$ 60,427,658	$ 68,925,128
License and permits	3,824,815	3,808,922	4,024,422	5,324,291	5,489,889
Fines and forfeitures	616,694	545,896	555,621	690,784	542,765
Use of money and property	467,654	1,357,158	263,039	1,228,984	5,175,470
Revenue from other agencies	17,521,724	17,481,364	18,783,546	26,053,438	21,214,497
Charges for services	6,464,406	7,577,603	30,707,457	10,466,109	11,961,147
Development impact fees	8,448,681	4,087,903	17,997,408	15,142,316	14,941,991
RUA lease payments	2,568,030	2,000,000	2,000,000	2,000,000	2,000,000
Reimbursement from successor agency for expenditures	792,153	185,367	186,465	1,027,556	566,570
Other	2,874,680	4,081,234	2,908,148	2,747,683	4,836,900
Payment from successor agency of bond proceeds	-	-	387,848	187,299	187,866
Total revenues	91,548,665	90,477,294	131,169,145	125,296,118	135,842,223
Expenditures:					
General government	16,572,095	15,388,037	21,733,446	17,701,523	16,214,741
Public safety	40,702,413	44,662,648	51,846,210	53,779,614	54,511,656
Community Development	14,659,256	11,317,119	12,518,908	11,328,676	13,263,056
Payment to successor agency for disallowed items	1,270,167	1,295,583	-	-	-
Capital outlay	12,266,733	29,951,173	28,242,499	40,900,743	31,791,171
Debt service:					
Principal Retirement	449,876	350,700	371,400	514,129	4,454,983
Interest and fiscal charges	173,530	128,156	78,602	335,372	460,562
Bond issuance cost	-	-	35,000	38,165	23,901
Total Expenditures	86,094,070	103,093,416	114,826,065	124,598,222	120,720,070
Other financing sources/ (uses):					
Proceeds from sale of capital assets	9,163	33,147	38,047	503,191	19,002
Proceeds from Margin Loan	-	-	-	3,627,382	5,556,613
Payment to refunded note payable escrow agent	(1,702,000)	-	-	-	-
Capital lease	-	-	2,455,000	6,109,580	-
Transfers in	14,513,703	13,431,644	27,002,864	13,175,693	133,156,834
Transfers out	(12,572,830)	(16,240,238)	(11,229,610)	(11,173,981)	(134,041,089)
Transfers to private-purpose trust fund	-	-	-	-	-
Proceeds from note payable issuance	1,702,000	-	-	-	-
Total other financing	1,950,036	(2,775,447)	18,266,301	12,241,865	4,691,360
Extraordinary gain (loss)			-	-	
Net change in fund balance	$ 7,404,631	$(15,391,569)	$ 34,609,381	$ 12,939,761	$ 19,813,513
Debt service as a percentage of noncapital expenditures	0.82%	0.46%	0.39%	0.68%	5.25%

Source: City of Rialto Comprehensive Annual Reports

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Revenue Capacity

These schedules contain information to help readers assess the City's most significant local revenue source.

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City of Rialto
Schedule: 5
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

	Fiscal Year				
	2010	2011	2012	2013	2014
Residential property	$ 3,354,381,017	$ 3,162,107,777	$ 3,195,189,715	$ 3,255,372,602	$ 3,460,403,021
Industrial property	1,150,842,386	1,151,101,897	1,126,462,532	1,115,863,666	1,101,972,851
Unsecured	500,170,416	484,337,069	422,947,049	529,395,064	517,585,920
Commercial property	407,678,215	417,633,125	408,012,403	402,250,052	418,964,698
Vacant land	407,323,714	371,996,335	316,971,340	312,032,595	362,960,175
Other property	41,514,663	32,099,280	76,446,218	83,542,480	56,873,342
Less: Tax-exempt property	-	-	-	-	-
Total taxable assessed value	**$ 5,861,910,411**	**$ 5,619,275,483**	**$ 5,546,029,257**	**$ 5,698,456,459**	**$ 5,918,760,007**
Total direct tax tate	1%	1%	1%	1%	1%
Estimated actual taxable value	$ 5,861,910,411	$ 5,619,275,483	$ 5,546,029,257	$ 5,698,456,459	$ 5,918,760,007

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

NOTE 2: Other property includes recreational, institutional, government owned, SBE nonunitary, irrigated, dry farm and miscellaneous property

Sources: HdL Coren & Cone (San Bernardino County Assessor)

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Fiscal Year				
2015	2016	2017	2018	2019
$ 3,706,976,516	$ 3,916,404,105	$ 4,071,652,098	$ 4,271,585,009	$ 4,529,588,227
1,316,782,787	1,469,439,116	1,709,081,286	1,774,160,516	2,509,149,092
578,031,980	646,168,256	659,303,329	801,999,612	868,370,316
430,855,054	441,266,751	461,815,727	499,561,220	604,256,834
370,078,941	400,090,232	355,270,288	482,573,026	528,378,416
61,257,108	64,591,692	80,484,157	77,873,664	106,523,764
-	-	-	-	-
$ 6,463,982,386	**$ 6,937,960,152**	**$ 7,337,606,885**	**$ 7,907,753,047**	**$ 9,146,266,649**
1%	1%	1%	1%	1%
$ 6,463,982,386	$ 6,937,960,152	$ 7,337,606,885	$ 7,907,753,047	$ 9,146,266,649

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

NOTE 2: Other property includes recreational, institutional, government owned, SBE nonunitary, irrigated, dry farm and miscellaneous property

Sources: HdL Coren & Cone (San Bernardino County Assessor)

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City of Rialto
Schedule: 6
Property Tax Rates
Direct & Overlapping Governments
Last Ten Fiscal Years
(rate per $100 of assessed value)

	Fiscal Year				
	2010	2011	2012	2013	2014
Basic Levy					
City of Rialto	0.13642	0.13642	0.13642	0.13642	0.13642
County Free Library	0.01441	0.01441	0.01441	0.01441	0.01441
County General Fund	0.14883	0.14883	0.14883	0.14883	0.14883
County Superintendant of Schools	0.01013	0.01013	0.01013	0.01013	0.01013
Education Revenue Augmentation Fund	0.22536	0.22536	0.22536	0.22536	0.22536
Flood Control Admin 1 & 2	0.00186	0.00186	0.00186	0.00186	0.00186
Flood Control Zone 2	0.02642	0.02642	0.02642	0.02642	0.02642
Inland Empire Joint Resource Cons District	0.00053	0.00053	0.00053	0.00053	0.00053
Rialto Unified	0.32757	0.32757	0.32757	0.32757	0.32757
San Bernardino Community College	0.05230	0.05230	0.05230	0.05230	0.05230
San Bernardino Valley Municipal Water	0.02692	0.02692	0.02692	0.02692	0.02692
West San Bernardino Co Water District	0.02925	0.02925	0.02925	0.02925	0.02925
Total direct tax rate	**1.00000**	**1.00000**	**1.00000**	**1.00000**	**1.00000**
Overlapping rates:					
Rialto Unified School District	0.06590	0.07880	0.08560	0.07360	0.07040
San Bernardino College Board	0.02800	0.04670	0.03730	0.04590	0.04190
San BernardinoValley Water	0.16500	0.16500	0.16500	0.16250	0.16250
Total Direct & Overlapping Tax Rates	**1.25890**	**# 1.29050**	**# 1.28790**	**# 1.28200**	**# 1.27480**

Sources:
San Bernardino County Auditor-Controller/Treasusrer/Tax Collector
http://www.sbcounty.gov/ATC/Services/Documents?expandID=10#xpand-10
HdL Coren & Cone (San Bernardino County Assessor)

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Fiscal Year				
2015	2016	2017	2018	2019
0.13642	0.13642	0.13642	0.13642	0.13642
0.01441	0.01441	0.01441	0.01441	0.01441
0.14883	0.14883	0.14883	0.14883	0.14883
0.01013	0.01013	0.01013	0.01013	0.01013
0.22536	0.22536	0.22536	0.22536	0.22536
0.00186	0.00186	0.00186	0.00186	0.00186
0.02642	0.02642	0.02642	0.02642	0.02642
0.00053	0.00053	0.00053	0.00053	0.00053
0.32757	0.32757	0.32757	0.32757	0.32757
0.05230	0.05230	0.05230	0.05230	0.0523
0.02692	0.02692	0.02692	0.02692	0.02692
0.02925	0.02925	0.02925	0.02925	0.02925
1.00000	**1.00000**	**1.00000**	**1.00000**	**1.00000**
0.06550	0.11940	0.09920	0.09570	0.07710
0.03930	0.04030	0.03500	0.03790	0.04070
0.16250	0.16250	0.16250	0.15250	0.15250
1.26730	# **1.32220**	# **1.29670**	**1.28610**	**1.27030**

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City of Rialto
Schedule: 7
Principal Property Tax Payers
Current Year and Ten Years Ago

	2019			2009		
Tax Payer	Assessed Value	Rank	Percentage of Total City Assessed Value	Assessed Value	Rank	Percentage of Total City Assessed Value
Target Corporation	$ 497,131,400	1	5.44%	$217,755,977	1	3.35%
Prologis-Macquarie U S LLC	376,622,504	2	4.12%	121,560,532	2	1.87%
Teachers Insurance And Annuity Assoc	188,031,209	3	2.06%			
GPT BTS Linden Avenue Owner	152,136,335	4	1.66%			
Medline Industires Inc	145,802,396	5	1.59%			
Fedex Ground Package System Inc	107,838,687	6	1.18%	85,032,421	5	1.31%
1221 N Alder LLC	94,200,000	7	1.03%			
LHR Renaissance Marketplace	88,000,500	8	0.96%			
LBA RVI Company XXVII LLC	76,714,000	9	0.84%			
Niagara Bottling Inc	75,797,306	10	0.83%			
California East Kline Ranch LP				103,548,000	3	1.59%
Prologis-A4 California II LP				94,000,000	4	1.45%
Oakmont El Rivino LLC				76,486,518	6	1.18%
Giraffe Properties LLC				61,786,350	7	0.95%
Rialto II Realty Holding Company Inc				56,675,000	8	0.87%
Burlingame Industries Inc				33,251,061	9	0.51%
Staples The Office Superstore Inc				32,930,012	10	0.51%
Total	**1,802,274,337**		**19.71%**	**883,025,871**		**13.59%**

Sources: HdL Coren & Cone

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City of Rialto
Schedule: 8
Principal Sales Tax Payers
Current Year and Nine Years Ago

2019	2009
7 Eleven	Angelus Block
American Building Supply	Arco AM PM
Arco AM PM	Arco AM PM
Arco AM PM	Arco AM PM
Arco AM PM	Chevron
Cal Duct	Cirlcle k 76
Camblin Steel Services	Cummins Cal Pacific
Chevron	dd's Discounts
Chevron	FedEx
dd's discounts	Home Depot
Electric 80	Jack in the box
Enterprise Rent A Car	Kretzschmar Steel
Food 4 Less	Matich
Goodfellow Crushers	Merit Oil
Home Depot	Orange County Lumber
Medline Industries	Pacific Chevron
Merit Oil	Poma Automated Fueling
Orange County Lumber	Poma Distribution
Rialto Travel Center	Rialto Travel Center
Stator Bros	State Pipe & Supply
Thompson Pipe Group Los Angeles	Stator Bros
USA Gasoline	Thompson Pipe Group Los Angeles
Walmart Neighborhood Market	Walgreens
Yardley Orgill	Walmart Neighborhood Market
Zara Warehouse	Western Refining Wholesale

NOTE: Firms listed alphabetically.

Sources: The HdL Companies; State Board of Equalization

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City of Rialto
Schedule: 9
Property Tax Levies and Collections
Last Ten Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal year	Collected with the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	Percent of Levy
2010	$ 17,768,147	$ 17,524,252	98.63%	$ 243,895	$ 17,768,147	100.00%
2011	17,611,622	17,470,784	99.20%	140,838	17,611,622	100.00%
2012	19,467,112	18,698,687	96.05%	768,425	19,467,112	100.00%
2013	22,604,425	22,503,375	99.55%	101,049	22,604,425	100.00%
2014	21,095,830	20,913,162	99.13%	182,668	21,095,830	100.00%
2015	24,231,424	24,045,621	99.23%	185,803	24,231,424	100.00%
2016	23,902,218	23,750,424	99.36%	151,765	23,902,189	100.00%
2017	23,719,160	23,608,043	99.53%	110,730	23,718,773	100.00%
2018	31,445,680	31,292,569	99.51%	152,743	31,445,312	100.00%
2019	34,643,458	34,544,095	99.71%	99,342	34,643,437	100.00%

NOTE: Amounts exclude debt service levies and former Redevelopment property tax increments

Source: County of San Bernardino Auditor-Controller; City of Rialto Finance

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Debt Capacity

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

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City of Rialto
Schedule: 10
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities					
Fiscal Year	Tax Allocation Bonds	Certificate of Participation	Capital Lease	Notes Payable	Other	Total Governmental Activities
2010	$ 170,350,722	$ 2,611,283	$ 20,923	$ 13,890,186	$ 780,549	$ 187,653,663
2011	167,557,629	2,428,894	-	13,828,186	739,467	184,554,176
2012	- [1]	2,241,504	331,033	2,146,000	-	4,718,538
2013	- [1]	2,054,115	223,840	2,008,000	-	4,285,956
2014	- [1]	1,880,000	113,526	1,860,000	-	3,853,526
2015	- [1]	1,675,000	-	1,702,000	-	3,377,000
2016	- [1]	1,465,000	-	1,534,000	-	2,999,000
2017	- [1]	1,245,000	2,455,000	1,354,000	-	5,054,000
2018	- [1]	1,015,000	8,442,551	1,162,000	3,627,382	14,246,933
2019	- [1]	775,000	11,795,691	2,732,000	-	15,302,691

	Business-type Activities							
Fiscal Year	Revenue Bonds	Installment Agreement Payable	Notes Payable	Other	Total Business-type Activities	Total Primary Government	Percentage of Personal Income[2]	Debt per Capita[2]
2010	$ -	$ 3,971,231	$ 28,201,119	$ 455,029	$ 32,627,379	$ 220,281,042	14.48%	$ 2,232
2011	-	3,613,684	26,535,032	455,029	30,603,745	215,157,921	14.74%	2,169.56
2012	-	3,241,394	24,814,706	455,029	28,511,129	33,229,667	2.34%	329.74
2013	167,706,120	-	-	455,029	168,161,149	172,447,105	10.92%	1,697.03
2014	166,082,170	-	-	455,029	166,537,199	170,390,725	10.83%	1,670.14
2015	164,507,959	-	-	455,029	164,962,988	168,339,988	10.12%	1,640.50
2016	162,733,776	-	-	383,555	163,117,331	166,116,331	9.42%	1,600.50 [3]
2017	160,815,578	-	-	383,555	161,199,133	166,253,133	9.25%	1,581.75 [3]
2018	158,741,386	-	-	383,555	159,124,941	173,371,874	9.07%	1,638.29 [3]
2019	156,798,210	-	-	383,555	157,181,765	172,484,456	8.50%	1,625.14 [3]

NOTES: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
[1]No longer reported under governmental activities as the result of the dissolution of the former City of Rialto Redevelopment Agency as of February 1, 2012.

[2] See the Demographic and Economic Statistics Schedule (schedule 15) for personal income and population data.
[3] Percentage of personal income and debt per capita for fiscal year 2019, were calculated using income and population for the prior calendar year.

Source: City of Rialto

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City of Rialto
Schedule: 11
Ratios of General Bonded Debt Oustanding
Last Ten Fiscal Years

Fiscal Year	General Bonded Debt Outstanding: Tax Allocation Bonds	Certificate of Participation	Revenue Bonds	Total General Bonded Debt	Percentage of Assessed Value of Property[1]	Per Capita[2]
2010	$ 170,350,722	$ 2,640,000	$ -	$ 172,990,722	2.95%	$ 1,752.73
2011	167,557,629	2,455,000	-	170,012,629	3.03%	1,714.34
2012	- [4]	2,241,504	-	2,241,504	0.04%	22.24
2013	- [4]	2,054,115	167,706,120	169,760,235	2.98%	1,670.59
2014	- [4]	1,880,000	166,082,170	167,962,170	2.84%	1,646.33
2015	- [4]	1,675,000	164,507,959	166,182,959	2.57%	1,619.48
2016	- [4]	1,465,000	162,733,776	164,198,776	2.37%	1,600.14 [3]
2017	- [4]	1,245,000	160,815,578	162,060,578	2.21%	1,564.87 [3]
2018	- [4]	1,015,000	158,741,386	159,756,386	2.02%	1,505.22 [3]
2019	- [4]	775,000	156,498,210	157,273,210	1.72%	1,466.13

NOTES: Details regarding the City's outstanding debt can be found in the notes to the financial statements. General bonded debt is debt that is backed, in whole or in part, by resources of the general government.

[1] See the assessed value and estimated actual value of taxable property schedule (schedule 5) for property value data. Assessed Value has been used because the actual value of taxable property is not readily available in the State of California.

[2] See the Demographic and Economic Statistiscs Schedule (schedule 15) for population data.

[3] Debt per capita for fiscal year 2019 was calculated using population for the prior calendar year.

[4] No longer considered general bonded debt as the result of the dissolution of the former City of Rialto Redevelopment Agency as of February 1, 2012.

Source: City of Rialto

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City of Rialto
Schedule: 12
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year				
	2010	2011	2012	2013	2014
Assessed value	$ 5,861,910,411	$ 5,619,275,483	$ 5,546,029,257	$ 5,698,456,459	$ 5,918,760,007
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,465,477,603	1,404,818,871	1,386,507,314	1,424,614,115	1,479,690,002
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	219,821,640	210,722,831	207,976,097	213,692,117	221,953,500
Total net debt applicable to limit:Certificate of Particip	2,611,283	2,428,894	2,241,504	2,054,115	1,880,000
Legal debt margin	$ 219,821,640	$ 210,722,831	$ 207,976,097	$ 213,692,117	$ 221,953,500
Total net debt applicable to the limit as a percentage of debt limit	1.19%	1.15%	1.08%	0.96%	0.85%

NOTES: Under State Finance Law, the City's outstanding general obligation debt should not exceed 15 percent of the total assessed property value. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: City of Rialto

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City of Rialto
Schedule: 12
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year				
	2015	2016	2017	2018	2019
Assessed value	$ 6,463,982,386	$ 6,937,960,152	$ 7,337,606,885	$ 7,907,753,047	$ 9,146,266,649
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	1,615,995,597	1,734,490,038	1,834,401,721	1,976,938,261.75	2,286,566,662
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	242,399,339	260,173,506	275,160,258	296,540,739.26	342,984,999.34
Total net debt applicable to limit:Certificate of Particip	1,675,000	1,465,000	1,245,000	1,015,000	775,000
Legal debt margin	$ 242,399,339	$ 260,173,506	$ 275,160,258	$ 296,540,739	$ 342,984,999
Total net debt applicable to the limit as a percentage of debt limit	0.69%	0.56%	0.45%	0.34%	0.23%

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City of Rialto
Schedule: 13
Direct & Overlapping Debt
As of June 30, 2019

2018-19 Assessed Valuation: $9,146,266,649

OVERLAPPING TAX AND ASSESSMENT DEBT:	Total Debt 6/30/2019	% Applicable (1)	City's Share of Debt 6/30/19
Metropolitan Water District	$48,050,000	0.060%	$28,830
Chaffey Community College District	132,540,000	0.987	1,308,170
San Bernardino Community College District	430,013,947	11.371	48,896,886
Colton Joint Unified School District	187,883,831	13.980	26,266,160
Fontana Unified School District	179,940,349	6.886	12,390,692
Rialto Unified School District	83,953,902	74.258	62,342,489
San Bernardino City Unified School District	241,159,446	0.022	53,055
City of Rialto Community Facilities District No. 2006-1	4,625,000	100	4,625,000
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			$155,911,281
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
San Bernardino County General Fund Obligations	$335,155,000	4.112%	$13,781,574
San Bernardino County Pension Obligation Bonds	288,826,268	4.112	11,876,536
San Bernardino County Flood Control District General Fund Obligations	62,820,000	4.112	2,583,158
Chaffey Community College District Certificates of Participation	30,890,000	0.987	304,884
Colton Joint Unified School District Certificates of Participation	1,188,372	13.980	166,134
Fontana Unified School District Certificates of Participation	30,035,000	6.886	2,068,210
Rialto Unified School District Certificates of Participation	12,574,391	74.258	9,337,491
San Bernardino City Unified School District Certificates of Participation	104,995,000	0.022	23,099
City of Rialto General Fund Obligations	**12,570,691**	**100**	**12,570,691**
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			$52,711,777
OVERLAPPING TAX INCREMENT DEBT (Successor Agency)	123,165,000	100.00%	$123,165,000
TOTAL DIRECT DEBT			**$12,570,691**
TOTAL OVERLAPPING DEBT			$319,217,368
COMBINED TOTAL DEBT			$331,788,059 (2)

(1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value..

(2) Excludes tax and revenue anticipation notes, revenue, mortgage revenue and non-bonded capital lease obligations.

Ratios to 2018-19 Assessed Valuation:	
Total Overlapping Tax and Assessment Debt	1.700%
Total Direct Debt ($12,570,601)	**0.140%**
Combined Total Debt	3.630%
Ratios to Redevelopment Successor Agency Incremental Valuation ($4,341,557,125)	
Total Overlapping Tax Increment Debt	2.840%

NOTES: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Colton. This process recognizes that, when considering the city's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident—and therefore responsible for repaying the debt—of each overlapping government.

Source: California Municipal Statistics, Inc.

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City of Rialto
Schedule: 14
Pledged Revenue Coverage
Last Ten Fiscal Years

	Water Revenue Bonds						
				Debt Service			
Fiscal Year	Pledged Revenue	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Total	Coverage
2010	$ -	$ -	$ -	$ -	$ -	$ -	$ -
2011	-	-	-	-	-	-	-
2012	-	-	-	-	-	-	-
2013	1,291,943	2,879,139	(1,587,196)	308,067	1,391,545	1,699,612	(0.93)
2014	6,076,082	5,704,078	372,004	512,211	2,387,789	2,900,000	0.13
2015	7,723,650	5,569,541	2,154,109	544,448	2,355,552	2,900,000	0.74
2016	8,869,300	5,676,547	3,192,753	578,712	2,321,288	2,900,000	1.10
2017	9,275,027	5,874,523	3,400,504	615,132	2,284,868	2,900,000	1.17
2018	8,616,245	6,370,090	2,246,155	653,845	2,246,155	2,900,000	0.77
2019	8,420,761	6,215,754	2,205,007	694,993	2,205,007	2,900,000	0.76

NOTES: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City of Rialto

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Wastewater Revenue Bonds

Pledged Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service Principal	Debt Service Interest	Debt Service Total	Coverage
$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
7,394,654	3,347,402	4,047,252	707,860	6,764,572	7,472,432.00	0.54
14,660,988	6,460,799	8,200,189	1,111,739	11,638,261	12,750,000.00	0.64
19,356,543	6,437,198	12,919,345	1,029,763	11,585,242	12,615,005.00	1.02
18,468,543	6,543,990	11,924,553	1,195,470	11,486,530	12,682,000.00	0.94
22,156,987	6,721,045	15,435,942	1,303,066	11,378,934	12,682,000.00	1.22
18,624,185	7,362,532	11,261,653	1,420,347	11,261,653	12,682,000.00	0.89
18,147,808	7,013,991	11,133,817	1,548,183	11,133,817	12,682,000.00	0.88

NOTES: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City of Rialto

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Demographic and Economic Information

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

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City of Rialto
Schedule: 15
Demographic and Economic Statistics
Last Ten Years

Calendar Year	(1) Population	Personal Income	(2) Per Capita Income	(3) Unemployment Rate
2010	99,171	$ 1,459,697,949	$ 14,719	16.60%
2011	100,774	1,421,518,044	14,106	16.10%
2012	101,617	1,578,924,946	15,538	14.50%
2013	102,022	1,573,791,372	15,426	12.40%
2014	102,615	1,662,978,690	16,206	10.40%
2015	103,790	1,763,392,100	16,990	8.40%
2016	105,107	1,796,488,844	17,092	7.50%
2017	105,825	1,912,469,400	18,072	6.40%
2018	106,135	2,028,345,985	19,111	5.00%
2019	107,271	-		4.20%

Per Capita Income data for 2019 was not available at the time of preparation of CAFR

Sources:

1. State of California, Department of Finance; U.S. Census Bureau, American Fact Finder
2. U.S. Census Bureau, American Fact Finder
   PER CAPITA INCOME IN THE PAST 12 MONTHS
   http://factfinder.census.gov/bkmk/table/1.0/en/ACS/07_1YR/B19301/1600000US0660466
   http://www.census.gov/quickfacts/table/INC110214/0660466,00
3. Bureau of Labor Statistics of the U.S. Department of Labor
   Local Area Unemployment Statistics - Not Seasonally Adjusted
   http://www.bls.gov/data/#unemployment Multiscreen Data Search

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City of Rialto
Schedule: 16
Principal Employers
Current Year

	2019	
Employer	Number of Employees	Percent of Total Employment
Rialto Unified School District	2500 to 2999	5.81 - 6.97 %
Chuze Fitness	500 to 999	1.16 - 2.32 %
Amazon Fulfillment Ctr	250 to 499	.58 - 1.16 %
Walmart Supercenter	250 to 499	.58 - 1.16 %
Rialto City Mayor	250 to 499	.58 - 1.16 %
R C Construction	100 to 249	.58 - 1.16 %
Race Central	100 to 249	.23 - .58 %
Stater Bros Markets	100 to 249	.23 - .58 %
Tree Top	100 to 249	.23 - .58 %
El Super 35	100 to 249	.23 - .58 %
Home Depot	100 to 249	.23 - .58 %
Superior Grocers	100 to 249	.23 - .58 %
Burlingame Industries	100 to 249	.23 - .58 %
Maintenance Center	100 to 249	.23 - .58 %
Columbia Steel Inc	100 to 249	.23 - .58 %
Forest River Inc	100 to 249	.23 - .58 %
Martinez & Turek Inc	100 to 249	.23 - .58 %
Mesa Counseling Svc	100 to 249	.23 - .58 %
Sierra Lathing CO Inc	100 to 249	.23 - .58 %
Target	100 to 249	.23 - .58 %
Vista Cove Care Ctr At Rialto	100 to 249	.23 - .58 %

NOTE: "Total Employment" as used above represents the total employment of all employers located with
Information was presented as a range as specific employer and percentage totals are not available.

Sources: State Employment Develpoment Department

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Operating Information

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

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City of Rialto
Schedule: 17
Authorized Full-time and Part-time Employees by Function
Last Ten Fiscal Years

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function/ Program										
General Government										
City Administrator	1.50	2.00	1.50	2.00	3.00	3.00	3.00	3.00	3.00	3.00
City Clerk	8.00	7.00	6.00	6.00	3.00	3.00	3.00	3.00	3.00	3.00
City Council	5.50	5.00	5.50	5.00	5.00	5.00	5.00	5.00	5.00	5.00
City Treasurer	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Finance	30.35	19.00	20.33	12.83	12.33	13.33	17.67	17.00	15.00	16.00
Information Technology Services	-	-	-	-	-	-	-	-	-	-
Management Services	-	-	-	-	3.00	4.00	4.00	5.00	5.00	6.00
Human Resources	7.00	4.00	3.33	3.33	3.33	4.33	3.73	4.40	4.40	4.40
Public Safety										
Fire	82.00	63.00	69.00	76.00	76.00	70.00	78.00	81.00	80.00	83.00
Police	168.00	135.50	156.50	140.50	142.50	145.50	145.50	146.00	142.00	146.00
Community Development										
Development Services	29.50	21.60	15.75	19.66	18.06	18.10	19.15	21.00	20.00	21.00
Redevelopment/ Successor Agency of the Former RDA	10.15	9.00	7.50	1.44	1.44	1.40	1.35	0.60	0.60	0.60
Public Works	93.00	60.90	57.25	48.90	40.00	43.00	43.60	44.00	41.00	47.00
Recreation & Community Services	19.00	12.00	10.34	9.34	9.34	9.34	10.00	10.00	10.00	11.00
Grand Total	458.00	343.00	357.00	329.00	321.00	324.00	338.00	344.00	333.00	350.00

Source: City of Rialto

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City of Rialto
Schedule: 18
Operating Indicators by Function/Program
Last Ten Years

	Fiscal Year									
Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Police										
Arrests	4,040	3,721	3,526	3,898	4,124	3,990	3,919	3,851	3,684	3,939
Fire										
Emergency unit responses	18,403	18,098	17,672	18,556	19,830	21,153	22,141	21,567	22,814	22,614
Community Development										
Number of certificates of occupancy issued	190	294	242	128	109	131	59	77	53	192
Recreation & Community Services										
Number of recreation classes	38	64	72	72	86	77	96	94	94	97
Public Works										
Street resurfacing (miles)	25	-	20	19	25	17	34	37	3	33
Water										
Average daily consumption (millions of gallons)	5.27	4.17	5.29	4.63	4.40	3.82	3.17	3.44	3.78	7.40
Number of Installed Water Meters	*	*	166	168	232	1,206	1,500	*	*	16
Sewer										
Average daily sewage treatment (millions of gallons)	7.71	7.44 #	7.22	7.26	7.01	6.69	7.58	6.77	6.82	7.12

Source: Various City of Rialto departments.

NOTE: * data not available.

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City of Rialto
Schedule 19
Capital Asset Statistics by Function/Program
Last Ten Years

Function/Program	Fiscal Year 2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Police										
Police stations	1	1	1	1	1	1	1	1	1	1
Fire										
Fire stations	3	3	3	4	4	4	4	4	4	5
Public Works										
Estimated street miles	268	268	268	268	268	270	270	270	272	280
Traffic Signals	604	605	606	609	614	614	620	621	627	628
City-owned street lights	79	79	79	87	87	120	250	328	4,144	4,205
Recreation & Community Services										
Parks	10	10	10	10	9	9	10	10	10	11
Community Centers	2	1	1	1	1	1	1	2	2	2
Water										
Water mains (miles)	*	*	187	187	187	187	187	187	187	190
Sewer										
Sanitary sewer (miles)	*	*	263	263	263	263	263	263	263	266

NOTE: * data not available.

Source: Various City departments.

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