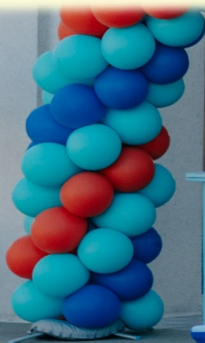




Annual Comprehensive Financial Report

FISCAL YEAR ENDED JUNE 30, 2022



**CITY OF SAN LEANDRO
CALIFORNIA**



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

PREPARED BY:
City of San Leandro – Finance Department



CITY OF SAN LEANDRO
Annual Comprehensive Financial Report
For the Year Ended June 30, 2022

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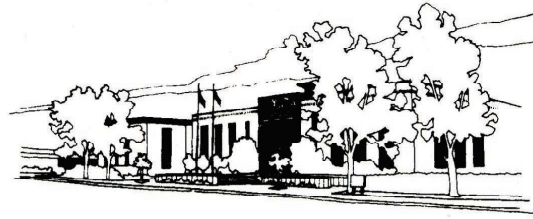
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City of San Leandro

Civic Center, 835 E. 14th Street
San Leandro, California 94577



February 27, 2023

To the Honorable Mayor and Members of the City Council and Residents of the City of San Leandro:

I am pleased to submit the Annual Comprehensive Financial Report (ACFR) for the City of San Leandro for the fiscal year ended June 30, 2022. Section 555 of the City Charter requires an annual independent audit of the City's fiscal affairs. This ACFR is published to fulfill this requirement for the fiscal year ending June 30, 2022.

Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to fairly present the City's financial position and results of operations of all funds. All disclosures necessary to understand the City's financial activities are included.

This report consists of management's representations concerning the finances of the City. To provide a reasonable basis for making these representations, management established a comprehensive internal control framework designed to both protect the City's assets from loss, theft, or misuse, compiled sufficient reliable information for the preparation of the City's financial statements in conformity with Generally Accepted Accounting Principles (GAAP), and complied with applicable laws and regulations.

The City contracted with Maze & Associates, a public accounting firm licensed to perform local government audits in California, to complete the annual audit. Maze concluded that the financial statements present fairly the respective financial position of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, and the respective changes in financial position, and where applicable, cash flows for the year ended June 30, 2022, in accordance with GAAP. This is a favorable conclusion and is commonly referred to as an unmodified opinion.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statement in the form of the Management's Discussion and Analysis (MD&A). The MD&A complements this transmittal letter and should be read in conjunction with it. The audit involved examining on 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.

In addition to the ACFR, the City prepares a mandated Single Audit designed to meet requirements related to major program expenditures of Federal funds. The standards governing Single Audit engagements require the independent auditor to report on the audited government's internal controls and compliance with legal requirements, emphasizing administration of Federal awards. These reports are available in the City's separately issued Single Audit Report.

CITY PROFILE

The City was incorporated in 1872 and is one of the older communities in the San Francisco Bay Area. The City occupies fifteen square miles between the cities of Oakland and Hayward and is bordered on the east by the unincorporated community of Castro Valley and the west by the San Francisco Bay. San Leandro offers its 91,000 residents the charm and character of a community that has been established for 150 years. Once an agricultural community, the City has been successful in attracting significant residential, industrial, manufacturing, and retail development.

City Structure

The City functions under a council-manager form of government and is governed by a seven-member council elected by City residents. Municipal services include public safety, streets and roads, recreation and cultural services, library, health services, public infrastructure improvements, planning and zoning, and general administrative services. The scope of the City Council's power and influence includes the following:

- Authority to set policy and enact legislation that facilitates those policies,
- Authority to establish and modify operating and capital budgets,
- Power to appoint voting members to other governing authorities,
- Power to appoint the City Manager and City Attorney, and
- Authority to veto, modify, and overrule decisions previously enacted.

Component Units

The City's blended component units include operations of the San Leandro Parking Authority and the San Leandro Public Financing Authority. As of June 30, 2022, there were no discrete reportable component units.

The ACFR for the year ending June 30, 2022, provides a financial account of these units, organizational elements, and the City functions for which the City Council provides policy direction and general oversight. It presents financial information on the activities of the City itself and the component units of the City upon which the City Council is authorized to impose its will. The operating nature of the City's component units determines how they are reported in the financial statements. The activities of component units that provide financial benefit or create financial burden for the City are blended within the City's general financial statements.

ECONOMIC CONDITION OF THE CITY

The City has a diverse business community, which is comprised of varied businesses ranging from neighborhood coffee houses and fine restaurants, large food processing centers, regional shopping opportunities, to cutting edge technology. While the economic base has dramatically changed from its agricultural early years, San Leandro continues to expand on its sound business base with the ongoing development of such projects as a multi-family housing development, high-rise offices, and the continuing revitalization of downtown.

The City Manager's Budget Message in June 2021 predicted a positive future for San Leandro. The past 12-months revenue/expenditure experience affirms the confidence for exiting the pandemic-period.

“With the rollout of vaccines and the stimulus funds provided by the Federal government, we hope life will begin to return to normal. Fortunately, the economic outlook for San Leandro is expected to be positive in the upcoming biennial period.

The budget for 2021-22 and 2022-23 envisions both the community and the City organization moving steadily out of the COVID-19 environment. The proposed budget projects a stable revenue platform and describes a work program and expenditure plan supporting continued delivery of all regular City programs, services, and planned projects for the community. The budget also proposes enhancing services in key program areas related to human services, police oversight, economic development, resiliency, and capital projects.”

The economic outlook for San Leandro is expected to be positive in the upcoming years. Due to low housing inventory, home prices have remained stable. The median home price is \$867,000, unchanged from the prior year. San Leandro’s unemployment rate is 3%. This unemployment rate is a significant improvement since the shutdown of economic activities during the pandemic.

The City saw strong growth in sales tax revenue even during the pandemic, growth that continued into 2021-22. Sales tax revenue increased by 10% during 2021-22, with the increase significantly funding needed services and programs. Real property transfer tax revenue increased by \$5.4 million in 2021-22. A portion of the variance stems from the voter approved tax rate increase impacting a full year for the first time.

Sales tax is the City’s top revenue source and is susceptible to economic cycles. Staff continues monitoring revenues closely to evaluate the impact from higher inflation, supply chain shortages, lagging consumer confidence, and other key market conditions.

The City’s General Fund supports basic municipal services, such as public safety, human services, library and parks and recreation. Revenue to this critical fund, generated largely from sales and property taxes, has grown to higher levels due to recent voter-approved tax measures.

City operations are also supported by other funds, including major and non-major enterprise (proprietary) funds. Major enterprise funds include the Water Pollution Control Plant and Shoreline Enterprise Funds. The Water Pollution Control Plant Enterprise Fund was established to account for the City’s sewer service, that protects public health and preserve water quality through collection, treatment, and disposal of the community’s wastewater. Program revenues to this fund in 2021-22 totaled \$16.0 million, little changes from the prior fiscal year. The Shoreline Enterprise Fund was established by combining the Marina and the Golf Course Funds. Program revenues to this fund in 2021-22 totaled \$6.3 million, a small decrease from the prior fiscal.

While revenue growth is expected to be steady in the short term, the City is mindful of obligations related to unfunded pension and retiree healthcare liabilities, deferred maintenance, and facility and equipment replacement costs. The City continues to implement strategies to control costs and identify viable revenue options. The City is also committed to funding its unfunded pension and other post-employment benefits (OPEB) liabilities. Authorized by the City Council, the City continues to set aside funds in the Prioritization Unfunded Liability Liquidation (PULL) Plan to reduce its unfunded liabilities. In June 2021, the City Council authorized the establishment of a Section 115 Pension Trust to buy down the City’s unfunded pension liability. A \$6.5 million contribution was transferred to the

trust account in fiscal year 2021-22. At the end of fiscal year 2021-22, the City's OPEB plan was 81% funded, a healthy funded status.

Long-term Perspective

The City adopts a biennial budget employing long-term planning as the framework for fiscal decisions. While San Leandro's underlying economy is viewed as positive in the long-term, today's economic challenges, notably in the General Fund, must be dealt with now to ensure long-term fiscal sustainability. Passage of ballot Measure Z in November 2010, Measure HH in 2014, and Measures OO, PP, NN in 2016, and Measure VV in 2020 have improved revenues enough to restore and maintain services. The City has also implemented strategies to control costs.

City Council unrestricted reserves total \$78.1 million in the General Fund on June 30, 2022. The restricted reserves total \$23.3 million.

MAJOR INITIATIVES AND ACCOMPLISHMENTS

The City is committed to providing innovative and responsive services to the community. In its role of providing policy direction and general oversight, the City Council establishes major goals for City service delivery. The City initiated and completed a list of major programs/projects during 2021-22 that helped achieve the City's mission of serving the public and enhancing the quality of life in San Leandro. Some of these major initiatives and accomplishments include:

- **Street Rehabilitation and Sealing** – The City completed the Annual Street Overlay Pavement Rehabilitation Project.
- **Fairmont Boulevard Class IV Protected Bike Lanes** – The City completed the Fairmont Boulevard Class IV Protected Bike Lanes Project.
- **Facility and Park Improvement Plan** – The City develop and implement a 6-year plan for facility and park improvements focusing on reducing energy and water consumption, extending asset useful life, and improving functionality of spaces for staff and the public.
- **Trees Master Plan** – The City develop a plan including an online tree inventory, tracking changes in the urban tree canopy, and managing tree trimming, removal and replacement of existing City trees.
- **Monarch Bay Shoreline Development** – The public-private partnership with the developer includes up to 500 new housing units, hotel, restaurants, small retail space, new open space and an extension of the San Francisco Bay Trail. The City approved project entitlements.
- **Centro Callen** – The City approved plans and construction started for mixed-use project bringing 197 multi-family housing units and a new grocery store to downtown.
- **Bay Fair TOD Specific Plan Housing** – The City approved entitlements for the first project approved pursuant to the Bay Fair TOD Specific Plan with 497 units, 50% affordable and 50% market rate.

- **Civilian Police Oversight Board** – The City established a community police oversight board and independent police auditor program.
- **Library Facility Grant** – City received California State Library Building Forward match grant program of \$4.5 million for library facility upgrades, facilitating Mulford-Marina Branch replacement and other library facility HVAC and lighting upgrades.
- **Farrelly Pool Re-Opening** – The City celebrated the re-opening of historic Farrelly Pool following reconstruction and major upgrade.

FINANCIAL INFORMATION

City Budget & Budgetary Controls

The City Council is required to adopt a final budget by passing a budget resolution no later than June 30, following a public hearing process. This annual budget serves as the foundation for the City's financial planning and control. The budget is prepared by fund, function (Public Safety), and department (Police). The legal level of budgetary control is at the fund level. The City Manager is authorized to transfer budgeted amounts between departments and line items within any fund. Any revisions that alter the net balance of any fund must be approved by the City Council. Transfers between funds must be approved by the City Council. At the end of the fiscal year, encumbered appropriations are carried forward and become part of the following year's budget while appropriations that have not been encumbered lapse, unless otherwise authorized by the City Council and the City Manager.

Accounting System

The City's accounting records for general government operations are maintained on a modified accrual basis, with revenues recorded when measurable and available. Expenditures are recorded when the services or goods are received and the liabilities incurred. Accounting records for the City's proprietary activities are maintained on the full accrual basis, with revenues recorded when earned and expenses when incurred.

In maintaining the City's accounting system, consideration is given to the adequacy of internal controls. Internal controls are designed to provide reasonable assurance regarding the safeguarding of assets and to ensure the reliability of financial records and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived. The evaluation of costs and benefits requires continuing estimates and judgments by City management. The City's system of internal accounting controls continues to adequately safeguard assets and provide reasonable assurance that financial transactions are properly recorded.

Risk Management

The City maintains commercial insurance combined with self-insurance for all its governmental operations. The City is a member of the Local Agency Workers' Compensation Excess Joint Powers Authority (LAWCX). The City is also a member of California Joint Powers Risk Management Authority (CJPRMA), providing general liability coverage in an aggregate up to \$40 million. Additional information on the City's risk management activity can be found in Note 11 to the basic financial statements.

OTHER INFORMATION

Certificate of Achievement


The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its ACFR for the year ended June 30, 2022. The City received this award for 25 of the past 26 years— the City did not apply one year due to staff changes. The City is planning to apply for the award for the fiscal year 2021-22 ACFR.

To be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. The current ACFR continues to meet the Certificate of Achievement Program’s requirements and the Department will submit it to the GFOA for the current award.

Acknowledgements

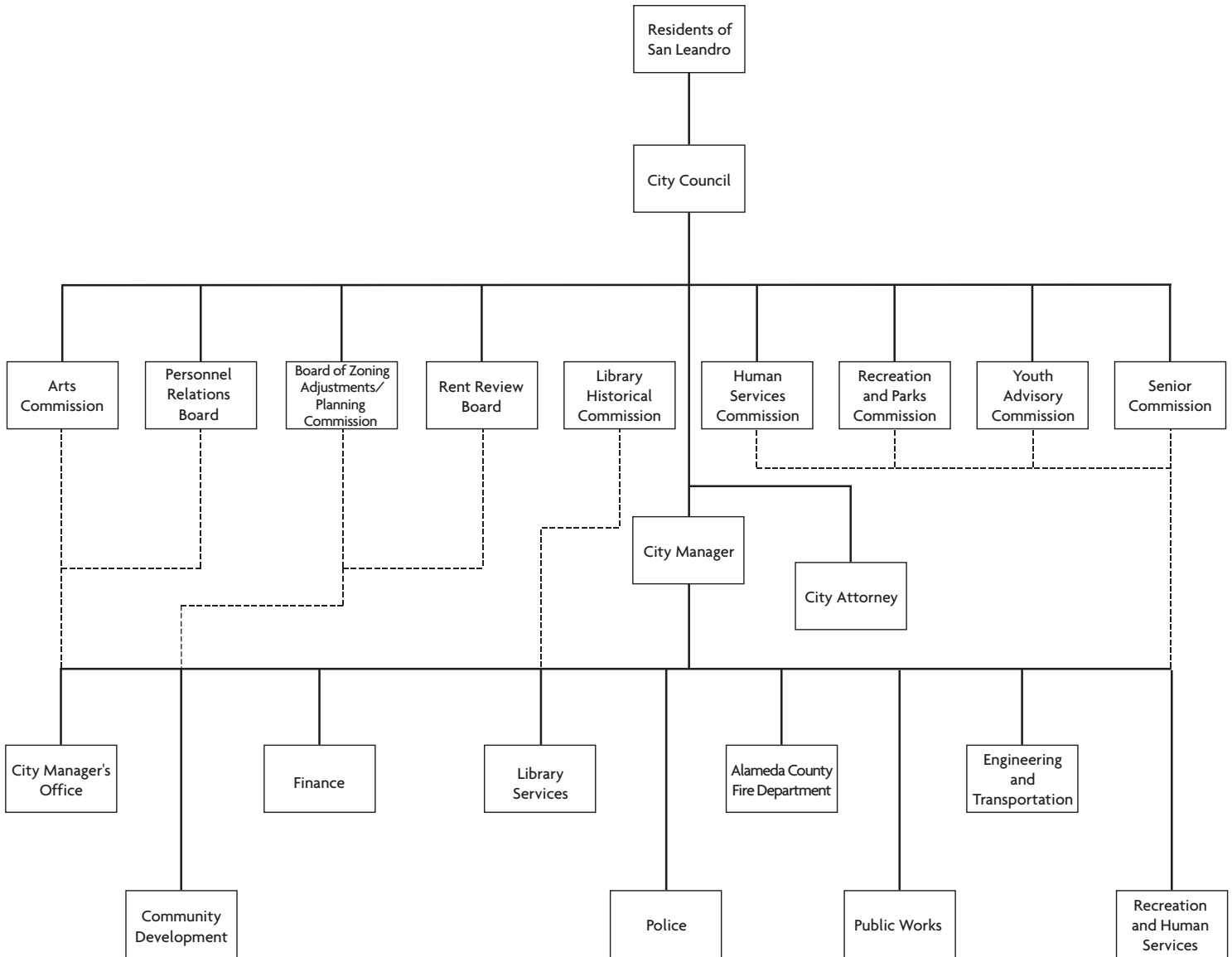
This ACFR represents the culmination of numerous hours of hard work expended by the dedicated staff in the Finance Department. Special thanks are extended to Accountants Tyler Hammond and Sarah Gustafson for their commitment and diligence in the preparation of this document. Furthermore, I would like to thank Maze & Associates for their professional assistance and cooperation. Finally, I want to thank the City Council for their continued interest and support in planning and conducting the City’s financial operations and their commitment to placing San Leandro on a firm foundation for long-term fiscal sustainability.

Respectfully submitted,



T. Michael Yuen
Finance Director

This organizational chart reflects relationships between policy-making responsibility (Mayor, City Council, and Advisory Boards and Commissions) and administrative officers and departments.



PRINCIPAL OFFICERS
CITY OF SAN LEANDRO
For Fiscal Year Ended June 30, 2022

CITY COUNCIL

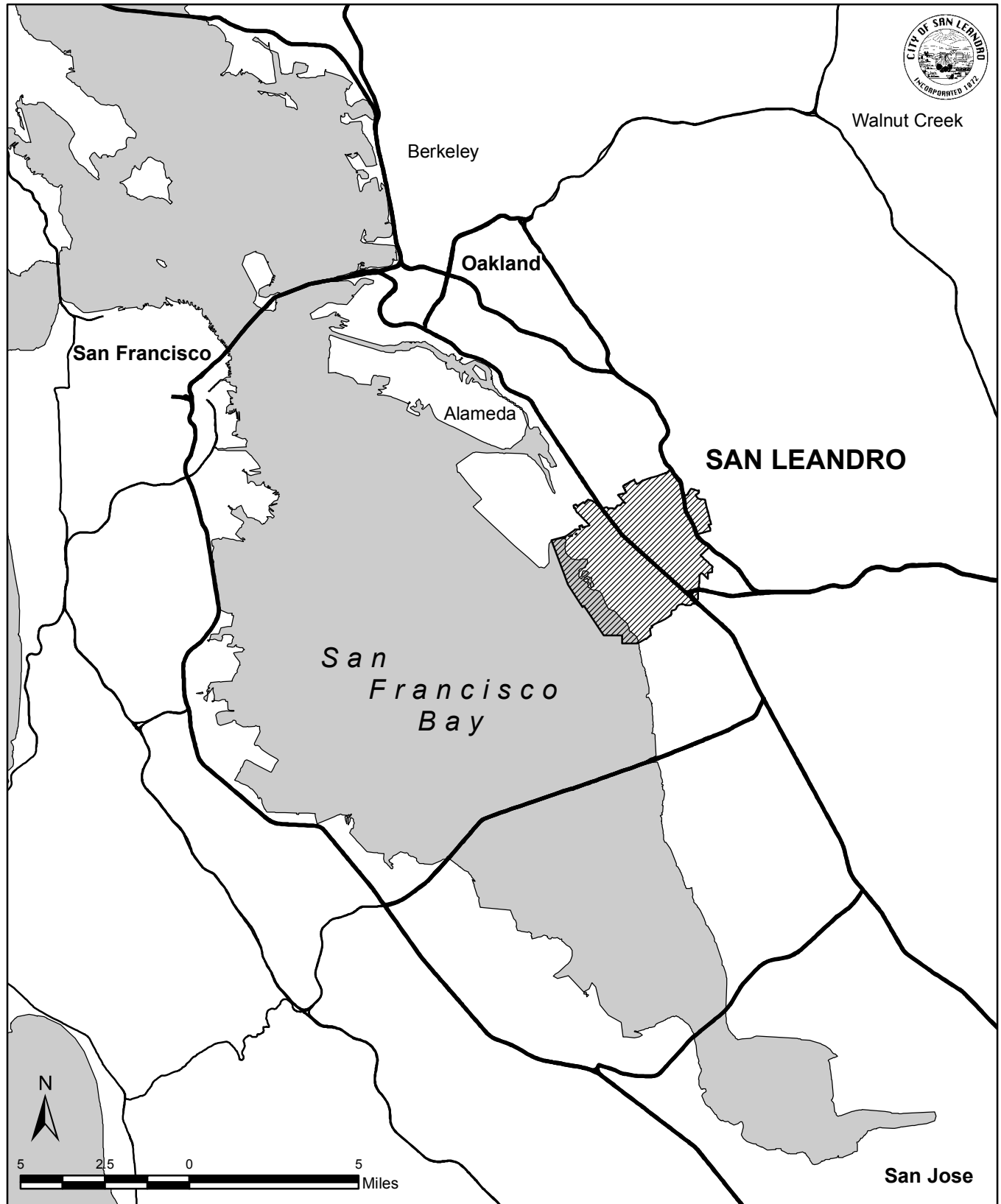
Mayor	Pauline Russo Cutter
Vice Mayor	Victor Aguilar, Jr.
Councilmember	Bryan Azevedo
Councilmember	Pete Ballew
Councilmember	Deborah Cox
Councilmember	Corina Lopez
Councilmember	Fred Simon

COUNCIL APPOINTEES

City Manager	Fran Robustelli
City Attorney	Richard Pio Roda

APPOINTED OFFICIALS

City Clerk	Kelly Clancy
Police Chief	Abdul Pridgen
Community Development Director	Tom Liao
Finance Director	Michael Yuen
Recreation & Human Services Director	Jeanette Dong
Engineering – Transportation Director	Sheila Marquises
Public Works Director	Debbie Pollart
Library Director	Brian Simons





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of San Leandro
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

INDEPENDENT AUDITOR'S REPORT

To the Honorable Members of City Council
City of San Leandro, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Leandro, California, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the Table of Contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2022, 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.

Basis for Opinions

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

Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Emphasis of a Matter

Change in Accounting Principle

Management adopted the provisions of the Governmental Accounting Standards Board Statement 87, *Leases*, which became effective during the year ended June 30, 2022 and required restatement of certain governmental activities and business-type activities lease -related balances as discussed in Notes 1Q and 4 to the financial statements.

The emphasis of this matter does not constitute a modification to our opinions.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Supplementary Information, as listed in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 27, 2023, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.

Maze & Associates

Pleasant Hill, California
February 27, 2023

Management's Discussion and Analysis for Fiscal Year Ended June 30, 2022

The Management's Discussion and Analysis (MD&A) provides an overview of the City of San Leandro's financial activities and fiscal performance for the year ended June 30, 2022. Read this discussion and analysis in conjunction with the accompanying Transmittal Letter and Basic Financial Statements to obtain a complete picture of the City's financial condition.

FINANCIAL HIGHLIGHTS

- City's Assets and Deferred Outflows of Resources exceeded its Liabilities and Deferred Inflows of Resources by \$215.8 million (Net Position), a \$22.6 million increase from the prior year. Of total net position, \$184.2 million was invested in capital assets, \$51.2 million was restricted for other purposes, and (\$19.7) million was unrestricted. While Net Investment in Capital Assets and Restricted Net Position saw a decrease of \$2.0 million and \$0.4 million, respectively, Unrestricted Net Position increased by \$24.9 million.
- Assets and Deferred Outflows of Resources increased by \$13.9 million and Liabilities and Deferred Inflows of Resources decreased by \$8.8 million from the prior fiscal year. The decrease in Liabilities was partly due to the decrease in net pension liability of \$62.8 million and the decrease in debt repayment of \$6.7 million and decrease in net OPEB liability of \$1.7 million.
- City-wide Net Pension Liability to CalPERS for 2021-22 decreased by \$62.8 million, or 30.7% from \$204.1 million in the prior year to \$141.2 million. This significant decrease in liability was driven by revised actuarial valuations from CalPERS taking into account member contributions and strong investment earnings in FY 2020-21. In addition, the City contributed \$6,500,000 into the Section 115 irrevocable trust with the Public Agency Retirement Services (PARS).
- The City's total net position increase of \$22.6 million is comprised of a \$17.6 million increase in governmental activities and a \$5.0 million increase in Business-Type activities.
- In response to the COVID-19 pandemic, the Federal government passed the American Rescue Plan Act (ARPA) in March 2021, including financial aid to cities. The City was awarded \$18.6 million in ARPA funds, received in two equal tranches in 2020-21 and 2021-22. During 2021-22, \$1.2 million was spent on eligible programs.
- In accordance with GASB Statement No. 54, governments are obligated to enhance the financial reporting of the fund balance categories. Fund balances reported in Note 10 detail the classifications of the City's fund balance categories. The City's governmental fund balance, which includes the General, Special Revenue, Debt Service, and Capital Projects funds, increased by \$17.3 million for an ending fund balance of \$152.6 million. Ending fund balance classifications include:
 - a) Nonspendable: \$7.2 million of these funds are not available or spendable due to advances and loans to other funds.
 - b) Restricted: \$59.8 million based on constraints on the use of resources or imposed by law through constitutional provisions or enabling legislation. These include capital projects and debt service payments.

- c) Assigned: \$9.4 million including General Fund encumbrances, and a reserve funding anticipated Other Post-Employment Benefits (OPEB) costs arising from the City's contract for Fire Services with the Alameda County Fire Department.
- d) Unassigned: \$76.2 million is available for expenditures. Unassigned is further categorized by Compensated Absences, Major Emergencies, Economic Uncertainties, and offsets from other fund deficits.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The MD&A serves as an introduction to the City's basic financial statements. The City's basic financial statements comprise of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The report also contains other supplementary information

Government-Wide Financial Statements

The government-wide financial statements provide readers a broad overview of the City's finances in a manner similar to statements of a private-sector business. The Statements are comprised of the *Statement of Net Position* and *Statement of Activities and Changes in Net Position*.

The *Statement of Net Position* presents information on the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the City's financial reporting.

The *Statement of Activities and Changes in Net Position* presents information showing how the government's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes, earned but unused vacation leave, and other compensated absences).

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenue (governmental activities) from other functions intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

Both of the above financial statements have separate sections for two different types of programs or activities. These two types of activities are:

Governmental Activities – The activities in this section are mostly supported by taxes and charges for services. The governmental activities of the City include General Government (City Council, City Manager, City Clerk, Human Resources, Information Technology, and Finance), Public Safety (Police and Fire), Engineering & Transportation (including Public Works), Recreation and Culture (including the Library), and Community Development.

Business-Type Activities – These functions normally recover all or a significant portion of their costs through user fees and charges to external users of goods and services. The business-type activities of the City include the Water Pollution Control Plant, Environmental Services, Shoreline Enterprise, and Storm Water.

Fund Financial Statements

A fund is a grouping of related accounts maintaining control over resources segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

The City has 25 governmental funds, of which three are considered a major fund for presentation purposes. Major funds are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The City’s three major funds are the General Fund, Measure BB Special Revenue Fund and the Capital Improvement Capital Project Fund. Individual fund for each of the non-major governmental funds are provided in the form of combining statements in this report.

The City adopts an annual appropriated budget for its General Fund and all other major and non-major funds. Budgetary comparison statements are elsewhere in this report to demonstrate compliance with the adopted budget.

Proprietary Funds – The City maintains two different types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the Water Pollution Control Plant, Shoreline, Storm Water, and Environmental Services. Internal service funds are used to accumulate and allocate costs internally among various City functions. The City uses internal service funds to account for the vehicles fleet, building and facilities maintenance, insurance services, and information systems. Because these services primarily benefit governmental rather than business-type functions, these are included within governmental activities in the governmental-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, but in greater detail. The proprietary fund financial statements provide separate information for the City's proprietary funds. Internal service funds are combined into a single, aggregated presentation in the proprietary financial statements. Individual fund data for the proprietary and internal service funds are provided in the form of combining statements.

Notes to the Basic Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplemental information. This information includes budgetary comparison schedules, detailed information about the City's agreement with the California Public Employees Retirement System (CalPERS) for the defined benefit pension plan, more detailed information on the City's Other Post Employment Benefit Plan (OPEB), and a detailed description of the City's Long-Term Debt.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position – As noted, net position may serve over time as a useful indicator of the City’s financial position. In this fiscal year, total assets exceeded liabilities by \$215.8 million at the close of fiscal year 2021-22, an increase of 11.7%.

City of San Leandro
Net Position at June 30, 2022
(in thousands)

	Governmental Activities			Business-Type Activities			Total		
	2022	2021	% change	2022	2021	% change	2022	2021	% change
Current Assets	\$ 203,256	\$ 184,137	10.4%	\$ 47,097	\$ 48,786	-3.5%	\$ 250,353	\$ 232,923	7.5%
Non-Current Assets	11,857	9,184	29.1%	(6,198)	(5,977)	3.7%	5,659	3,207	76.5%
Capital Assets	177,125	188,650	-6.1%	84,606	81,782	3.5%	261,731	270,432	-3.2%
Total assets	392,238	381,971	2.7%	125,505	124,591	0.7%	517,743	506,562	2.2%
Deferred Outflows of Resources	36,464	33,464	9.0%	1,822	2,147	-15.1%	38,286	35,611	7.5%
Current and other liabilities	26,108	36,704	-28.9%	3,620	3,816	-5.1%	29,728	40,520	-26.6%
Long-term liabilities	184,901	245,651	-24.7%	48,701	57,262	-15.0%	233,602	302,913	-22.9%
Total liabilities	211,009	282,355	-25.3%	52,321	61,078	-14.3%	263,330	343,433	-23.3%
Deferred Inflows of Resources	72,614	5,606	1195.3%	4,315	-	0.0%	76,929	5,606	1272.3%
Net assets:									
Net investment in capital assets	139,037	146,228	-4.9%	45,175	39,935	13.1%	184,212	186,163	-1.0%
Restricted	51,234	51,588	-0.7%	-	-	N/A	51,234	51,588	-0.7%
Unrestricted	(45,192)	(70,342)	-35.8%	25,516	25,724	-0.8%	(19,676)	(44,618)	-55.9%
Total net position	\$ 145,079	\$ 127,474	13.8%	\$ 70,691	\$ 65,659	7.7%	\$ 215,770	\$ 193,133	11.7%

The City’s \$184.2 million net investment in capital assets such as infrastructure, land, buildings, machinery, and equipment are the largest portion of the City’s net position. These assets are not available for future spending because the City currently uses these capital assets to provide services to residents. Although investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay these investments must be provided from other sources (future income) since the capital assets themselves cannot be used to liquidate these liabilities.

Of the City’s total net position, \$51.2 million represents resources that are subject to external restrictions. The remaining balance of (\$19.7) million represents an unrestricted net position, which may be used to meet the City’s ongoing obligations to citizens and creditors within the restrictions set forth by various funding sources.

Changes in Net Activities

Year Ended June 30, 2022

(in thousands)

	Governmental Activities			Business-Type Activities			Total		
	2022	2021	% Change	2022	2021	% Change	2022	2021	% Change
Revenues									
Program revenues:									
Charges for Services	\$ 16,635	\$ 15,588	6.7%	\$ 23,848	\$ 24,819	-3.9%	\$ 40,483	\$ 40,407	0.2%
Operating grants and contributions	21,219	15,532	36.6%	356	350	1.7%	21,575	15,882	35.8%
Capital grants and contributions	13,619	7,878	72.9%	67	3,645	-98.2%	13,686	11,523	18.8%
General revenues:									
Property taxes	27,773	26,664	4.2%	-	-	0.0%	27,773	26,664	4.2%
Sales tax	54,686	49,575	10.3%	-	-	0.0%	54,686	49,575	10.3%
Franchise Fee	5,951	5,844	1.8%	-	-	0.0%	5,951	5,844	1.8%
Utility users Tax	11,612	10,831	7.2%	-	-	0.0%	11,612	10,831	7.2%
Property Transfer Tax	14,957	9,559	56.5%	-	-	0.0%	14,957	9,559	56.5%
911 communication	3,388	3,255	4.1%	-	-	0.0%	3,388	3,255	4.1%
Access Tax									
Other taxes	1,897	1,813	4.6%	602	441	36.5%	2,499	2,254	10.9%
Investment Earnings	(2,388)	1,404	-270.1%	(648)	161	-502.5%	(3,036)	1,565	-294.0%
Gain or loss on sale of assets	545	1,221	-55.4%			0.0%	545	1,221	-55.4%
Miscellaneous	-	770	-100.0%			0.0%	0	770	-100.0%
Total Revenues	169,894	149,934	13.3%	24,225	29,416	-17.6%	194,119	179,350	8.2%
Expenses									
General Government	5,526	10,695	-48.3%	-	-	0.0%	5,526	10,695	-48.3%
Public safety	84,150	78,812	6.8%	-	-	0.0%	84,150	78,812	6.8%
Engineering & Transportatic	35,676	23,380	52.6%	-	-	0.0%	35,676	23,380	52.6%
Recreation and Culture	12,112	11,114	9.0%	-	-	0.0%	12,112	11,114	9.0%
Community Development	12,285	17,850	-31.2%	-	-	0.0%	12,285	17,850	-31.2%
Interest on Long-Term Debt	2,541	2,202	15.4%	-	-	0.0%	2,541	2,202	15.4%
Water Pollution Control	-	-	0.0%	11,456	14,588	-21.5%	11,456	14,588	-21.5%
Shoreline	-	-	0.0%	5,390	5,393	-0.1%	5,390	5,393	-0.1%
Storm Water Utility	-	-	0.0%	1,584	1,552	2.1%	1,584	1,552	2.1%
Environmental Services	-	-	0.0%	764	808	-5.4%	764	808	-5.4%
Total Expenses	152,290	144,053	5.7%	19,194	22,341	-14.1%	171,484	166,394	3.1%
Excess(deficiency)of revenues									
over expenses before transfe	17,604	5,881	199.3%	5,031	7,075	-28.9%	22,635	12,956	74.7%
Transfer	-	-	0.0%	-	-	0.0%	0	0	0.0%
Increase in net position	17,604	5,881	199.3%	5,031	7,075	-28.9%	22,635	12,956	74.7%
Beginning net position	127,475	121,594	4.8%	65,659	58,584	12.1%	193,133	180,178	7.2%
Ending net position	\$ 145,078	\$ 127,475	13.8%	\$ 70,690	\$ 65,659	7.7%	\$ 215,770	\$ 193,134	11.7%

Revenue – Total revenue for fiscal year 2021-22 amounted to \$194.1 million, a \$14.8 million increase from the prior fiscal year. Of this amount, revenue from governmental activities increased by \$20.0 million or 13.3% and revenue from business-type activities decreased by \$5.2 million or -17.6%. The net change in revenue was due to the following:

- Charges for services in Governmental activities are primarily fees for recreation, building, fire, planning, and engineering services. Revenue from these charges increased by \$1.1 million. Business-Type Activities decreased by \$1.0 million.
- Operating grants, capital grants, and contributions include Federal and State grants and other government and private contributions, including impact fees. Operating grants, capital grants and contributions increased by a net \$11.4 million in fiscal year 2021-22.
- Property taxes increased by 4.2% or \$1.1 million when compared to fiscal year 2020-21. This is consistent with an increase in property taxes levied and assessed valuations provided through the County Assessor’s Office.
- Sales tax revenue increased by 10.3% or \$5.1 million when compared to fiscal year 2020-21. The City’s five largest sales tax producing sectors were General Retail, Business to Business, Construction, Transportation and Food Services.
- Property Transfer Tax increased significantly by 56.5% or \$5.4 million when compared to fiscal year 2020-21. The increase is primarily due 1) to the sale of commercial and industrial properties valued more than \$8 million, resulting in additional tax revenue of \$1.6 million and 2) a voter approved Measure VV, which increase the tax from \$6 to \$11 per \$1000.
- Gain or loss on sale of assets decreased by \$0.7 million due to the sale of real property.

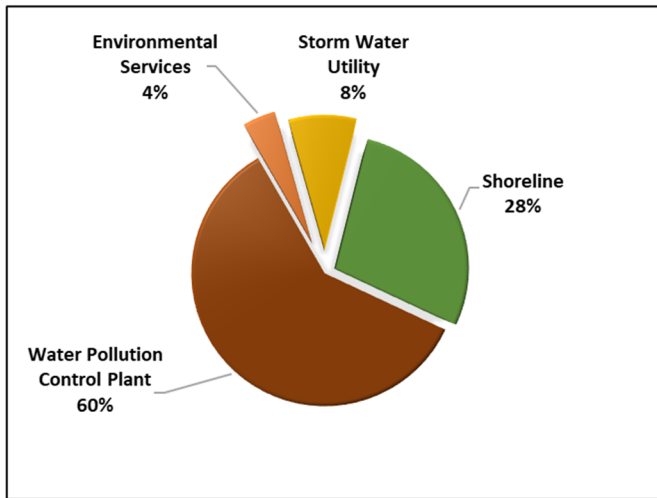
Expenses – Total expenses for both governmental and business-type activities increased by \$5.1 million compared to the prior fiscal year. Program expenses for governmental activities increased by \$8.2 million while program expenses for business-type activities decreased by \$5.1 million. For each governmental and business-type activity, the total costs are expenses associated with that activity.

- Within governmental activities, Engineering & Transportation had the largest increase in program expenses at \$12.3 million greater than the prior fiscal year, a 52.6% increase. The increase was mainly due to projects resuming activity after being delayed in 2021. Public Safety followed with a \$5.3 million increase representing a 6.8% increase over the prior fiscal year. The increase was due to Safety pension expense increase of \$5.3 million. Community Development Department’s expenditures decreased by \$5.6 million representing a 31.2% decrease from the prior fiscal year. The decrease was mainly due to major projects that were complete in 2021.
- Business-type activities saw a decrease in expenses totaling \$3.1 million mainly due to a decrease in pension expense of \$2 million.

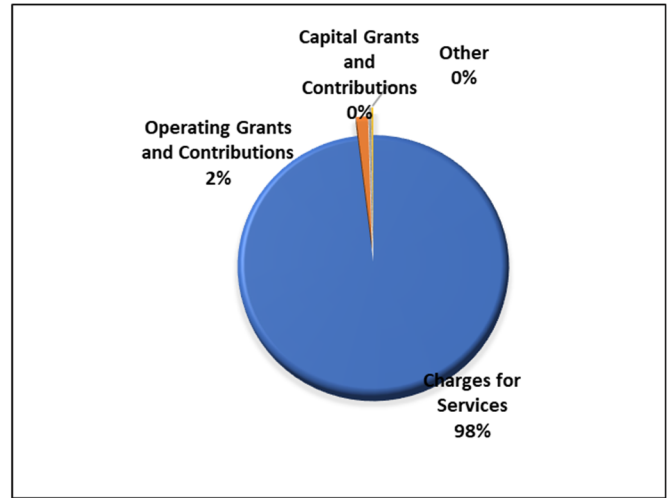
	Change in expense		
	(in thousands)		
	2022	2021	% Change
General Government	\$ 5,526	\$ 10,695	-48.3%
Public safety	84,150	78,812	6.8%
Engineering & Transportation	35,676	23,380	52.6%
Recreation and Culture	12,112	11,114	9.0%
Community Development	12,285	17,850	-31.2%
Interest on Long-Term Debt	2,541	2,202	15.4%
Governmental Activities	<u>152,290</u>	<u>144,053</u>	<u>5.7%</u>
Water Pollution Control Plant	11,456	14,588	-21.5%
Shoreline	5,390	5,393	-0.1%
Storm Water	1,584	1,552	2.1%
Environmental Services	764	808	-5.4%
Business-Type Activities	<u>19,194</u>	<u>22,341</u>	<u>-14.1%</u>
Total Expenses	<u>\$ 171,484</u>	<u>\$ 166,394</u>	<u>3.1%</u>

Business-Type Activities – The City’s business-type activities include the Water Pollution Control Plant, Shoreline, Storm Water, and Environmental Services. Business-Type activities net position increased by \$5.0 million when compared to prior fiscal year. The Water Pollution Control Plant Fund’s net position increased from \$60.1 to \$64.2 million.

Expenses by Function – Business-Type Activities



Revenues by Source – Business-Type Activities



FINANCIAL ANALYSIS OF INDIVIDUAL FUNDS

Governmental Funds

The focus of the City’s governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City’s financial conditions. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year. It should be noted that most of the unassigned amounts are designated by the City Council for specific uses.

At the end of fiscal year 2021-22, the City’s governmental funds reported combined ending fund balances of \$152.7 million, an increase of \$17.4 million compared to prior year. Approximately 4.7% or \$7.2 million of the fund balance represents Nonspendable; 39.1% or \$59.8 million represents Restricted, 6.2% or \$9.4 million represents Assigned, and 50% or \$76.2 million is Unassigned and available for spending at the City Council’s discretion.

General Fund

The General Fund is a major governmental fund and represents all funds not required to be accounted for in another fund. The General Fund accounted for 86.9% of the total governmental revenues and 80.5% of the total expenditures. A number of primary City services are accounted for in the General Fund including general government, public safety, development services, library and community services, and maintenance services. At the end of fiscal year 2021-22, the unassigned fund balance of the General Fund was \$79 million, while the total fund balance was \$101.4 million. As a measure of the General Fund’s liquidity, it is useful to compare the Unassigned Fund Balance to total of fund expenditures.

The Unassigned Fund Balance of \$79 million has been designated for the following purposes:

- \$1 million for Compensated Absences
- \$5.0 million for Major Emergencies
- \$26.7 million for Economic Uncertainty
- \$46.3 million for remaining Unassigned (for liquidity and other purposes)

At the end of fiscal year 2021-22, the General Fund ending balance increased by \$17.7 million compared to the prior fiscal year. General Fund revenues increased by \$10.2 million primarily due to a \$6.5 million increase in sales taxes and property transfer tax, offset by a decrease of \$3.5 million in use of money and property. General Fund expenditures (not including Transfers Out) increased by \$2.5 million from the prior fiscal year. The overall increase is largely due to increases in engineering and transportation expenditures by \$1.5 million and recreation and culture by \$1.6 million, offset by a decrease in public safety for \$1.2 million.

Measure BB Special Revenue Fund

The Measure BB Special Revenue Fund is a major governmental fund and accounted for 3.7% of the total governmental revenues and 4.4% of the total expenditures. The fund accounts for the City's share of revenues earned and expenditure incurred under the City paratransit, streets and roads, and bike and pedestrian programs. As of June 30, 2022, the Measure BB Special Revenue Fund had a total fund balance of (\$2.1) million.

Capital Improvement Capital Projects Fund

The Capital Improvement Capital Projects Fund is a major governmental fund and accounted for .006% of the total governmental revenues and 3.9% of the total expenditures (not including other financing sources such as issuance of debt or interfund transfers). The fund accounts for monies for major capital improvement projects not provided for in the other special revenue funds such as the Measure B and F Funds. As of June 30, 2022, the Capital Improvement Capital Projects Fund had a total fund balance of \$30.7 million, a decrease of 7.2%. The fund balance including the proceeds from 2018 Lease Revenue Bonds anticipated to include improvements to the Mulford-Marina Branch Library, and the Boat Harbor.

Non-major Governmental Funds

The City's non-major funds are presented in the basic financial statements in the aggregate. As of June 30, 2022, non-major funds had a total fund balance of \$22.6 million of which all are legally restricted for specific purposes by external funding. More information about these aggregate non-major funds can be found in the combining statements immediately following the required supplementary information.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements but in greater detail.

The total net position of the Enterprise Funds was \$70.7 million at the end on June 30, 2022, an increase of \$5.0 million from the prior fiscal year. The total net position of the Internal Service Funds was \$15.9 million at the end on June 30, 2021, a decrease of \$1.2 million from the prior fiscal year.

Water Pollution Control Plant Enterprise Fund

The Water Pollution Control Plant Enterprise Fund was established to account for the City's sewer system, which protects public health and preserves water quality through collection, treatment, and disposal of wastewater and wastewater solids. As of June 30, 2022, the Fund's net position totaled \$64.2 million, an increase of \$4.1 million primarily due to the decrease in operating expenses by \$3.3 million. The decrease was due to a decrease of pension expense of \$2 million.

Shoreline Enterprise Fund

The Shoreline Enterprise Fund was established in 2002-03 by combining the Marina Enterprise and the Golf Course Enterprise Funds. The Fund accounts for the operation of recreational boat berthing, food service facilities, and the public golf course. As of June 30, 2022, the Fund's net position totaled \$6.5 million, an increase of \$1.4 million or 27.5%. Net position for the prior year was \$5.1 million.

Non-major Enterprise Funds

The City's non-major enterprise funds include Storm Water and Environmental Services. As of June 30, 2022, net position for non-major enterprise funds decreased by 101.4%, or \$0.5 million, due to decrease in the Storm Water Fund of \$0.5 million and an increase of \$0.01 million in the Environment Services Fund. More information about these aggregate non-major enterprise funds can be found in the combining statements following the required supplementary information.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund ended the fiscal year with revenues below final budget projections by 6.2% or \$8.9 million. The decrease was due to ARPA revenues budgeted in fiscal year 2022, that were not received until fiscal year 2023. Expenditures were 17.4% or \$23.4 million below final budget projections. Unspent budget balance represents open purchase orders, ongoing ARPA projects, and deferred purchases that will incur in future fiscal years.

CITY OF SAN LEANDRO
Summary Analysis of General Fund Budget, Fiscal Year 2021-22
(in thousands)

	<u>Budgeted Amounts</u>			Variance with
	<u>Adopted</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
REVENUES:				
Property taxes and other taxes	\$ 110,707	\$ 111,955	\$ 119,965	\$ 8,010
Licenses and permits	3,808	9,639	10,165	526
Fines and forfeitures	746	746	723	(23)
Services charges	2,054	1,440	1,898	458
Intergovernmental	788	16,378	2,557	(13,821)
Use of money and property	2,707	2,482	(2,016)	(4,498)
Interdepartmental charges	2,000	2,000	2,001	1
Other	292	221	635	414
Total revenues	<u>123,102</u>	<u>144,861</u>	<u>135,928</u>	<u>(8,933)</u>
EXPENDITURES:				
Current:				
General government	15,465	16,473	14,611	(1,862)
Public safety	68,534	69,362	63,991	(5,371)
Engineering and transportation	12,069	21,454	11,736	(9,718)
Recreation and culture	13,663	13,345	11,314	(2,031)
Community development	7,006	11,063	7,158	(3,905)
Debt service:				
Principal	4,398	2,885	2,334	(551)
Interest and fees	2,160	492	492	-
Total expenditures	<u>123,295</u>	<u>135,074</u>	<u>111,636</u>	<u>(23,438)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(193)</u>	<u>9,785</u>	<u>24,292</u>	<u>14,507</u>
OTHER FINANCING SOURCES (USES):				
Transfers (in)	-	-	-	-
Transfers (out)	(6,601)	(6,606)	(6,606)	-
Proceeds from the sale of property	-	-	9	9
Total other financing sources (uses)	<u>(6,601)</u>	<u>(6,606)</u>	<u>(6,597)</u>	<u>9</u>
NET CHANGE IN FUND BALANCE	<u>\$ (6,794)</u>	<u>\$ 3,179</u>	<u>\$ 17,695</u>	<u>\$ 14,516</u>
FUND BALANCES:				
Beginning of year			<u>83,719</u>	
End of year			<u>\$ 101,414</u>	

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's capital assets for its governmental and business-type activities as of June 30, 2022 amount to \$261.7 million, net of accumulated depreciation. This represents a decrease of \$8.7 million due to the annual depreciation expense of \$18.9 million.

Investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure, and construction in progress. Infrastructure assets are items that are normally immovable and of value only to the City such as roads, bridges, streets and sidewalks, drainage systems, lighting systems, and similar infrastructure.

The following is a summary of the City's capital assets:

City of San Leandro
Capital Assets (net of depreciation)
Year Ended June 30, 2022
(in thousands)

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 16,471	\$ 16,471	\$ 5,234	\$ 5,234	\$ 21,705	\$ 21,705
Construction in progress	14,744	22,486	6,526	2,647	21,270	25,133
Total non-depreciable assets	31,215	38,957	11,760	7,881	42,975	46,838
Depreciable assets (net of depreciation)						
Buildings	49,802	51,328	54,354	55,470	104,156	106,798
Improvements other than buildings	4,931	5,101	-	-	4,931	5,101
Machinery and equipment	4,842	3,253	4,670	4,828	9,512	8,081
Licensed Vehicles	5,137	6,010	66	55	5,203	6,065
Infrastructure	81,198	84,002	13,755	13,548	94,953	97,550
Total depreciable assets	145,910	149,694	72,845	73,901	218,755	223,595
Total capital assets	\$ 177,125	\$ 188,651	\$ 84,605	\$ 81,782	\$ 261,730	\$ 270,433

Additional information on the City's capital assets can be found in Note 6 of the notes to the financial statements.

Debt Administration

At the end of the current fiscal year, the City's total outstanding long-term debt is \$84.5 million, a decrease of \$6.8 million from the prior fiscal year due to debt service payments.

At the end of the current fiscal year, the City's total long-term debt outstanding for governmental activities is \$45.1 million, a decrease of \$4.3 million from the prior fiscal year. The decrease was due to principal payments during the year as seen in Note 6 of the notes to the financial statements.

At the end of the current fiscal year, the City's total long-term debt outstanding for business-type activities is \$39.4 million, an increase of \$2.4 million from the prior fiscal year. The increase primarily reflects the direct borrowing lease agreement (\$7.6 million) the City entered with the Banc of America Public Capital Corporation, decreased by principal payments (\$2.1 million) for the State Water Resources Control Board Loan and Marina Cal Boating Loan.

Additional information on the City's long-term debt obligations can be found in Note 6 of the notes to the financial statements.

The following is a summary of the City's outstanding debt:

**City of San Leandro
Outstanding Debt
Year Ended June 30, 2022
(in thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2022	2021	2022	2021	2022	2021
Revenue bonds and notes (backed by specific tax and fee revenues)	\$ 40,073	\$ 43,941	\$ -	\$ -	\$ 40,073	\$ 43,941
Other loans	5,016	5,482	39,430	41,847	44,446	47,329
Total	<u>\$ 45,089</u>	<u>\$ 49,423</u>	<u>\$ 39,430</u>	<u>\$ 41,847</u>	<u>\$ 84,519</u>	<u>\$ 91,270</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The economy of the City and major initiative are discussed in the Transmittal Letter located in the Introductory Section of the ACFR.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for all citizens, taxpayers, customers, investors, and creditors. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City of San Leandro, Finance Department, 835 East 14th Street, San Leandro, CA 94577.

BASIC FINANCIAL STATEMENTS



GOVERNMENT-WIDE FINANCIAL STATEMENTS



City of San Leandro
Statement of Net Position
June 30, 2022

ASSETS	Governmental Activities	Business - Type Activities	Total
Current assets:			
Cash and investments (Note 2)	\$ 170,864,992	\$ 39,564,037	\$ 210,429,029
Restricted cash and investments (Note 2)	5,736,793	5,295,106	11,031,899
Receivables:			
Accounts	25,721,545	1,827,341	27,548,886
Interest	408,710	96,235	504,945
Special assessments	48,734	-	48,734
Inventory and prepaid items	475,532	313,967	789,499
Total current assets	203,256,306	47,096,686	250,352,992
Noncurrent assets:			
Loans receivable (Note 3)	1,823,786	-	1,823,786
Leases receivable (Note 4)	3,251,608	584,017	3,835,625
Internal balances (Note 5D)	6,781,398	(6,781,398)	-
Capital assets (Note 6):			
Non-depreciable	31,214,907	11,759,867	42,974,774
Depreciable	520,360,935	93,558,210	613,919,145
Less accumulated depreciation	(374,450,820)	(20,712,307)	(395,163,127)
Capital assets, net	177,125,022	84,605,770	261,730,792
Total noncurrent assets	188,981,814	78,408,389	267,390,203
Total Assets	392,238,120	125,505,075	517,743,195
DEFERRED OUTFLOWS OF RESOURCES			
Related to pension (Note 14)	32,165,622	1,821,721	33,987,343
Related to OPEB (Note 15)	4,298,248	-	4,298,248
Total Deferred Outflows of Resources	36,463,870	1,821,721	38,285,591
LIABILITIES			
Current liabilities:			
Accounts payable and accruals	10,534,851	991,429	11,526,280
Interest payable	453,461	5,536	458,997
Other liabilities	968,085	28,024	996,109
Unearned revenue (Note 9)	4,418,508	6,964	4,425,472
Compensated absences - Due within one year (Note 8)	881,441	161,251	1,042,692
Claims and judgments payable - Due within one year (Note 12)	4,251,981	-	4,251,981
Long-term debt - Due within one year (Note 7)	4,600,131	2,426,312	7,026,443
Total current liabilities	26,108,458	3,619,516	29,727,974
Noncurrent liabilities:			
Deposits	4,782,650	42,248	4,824,898
Compensated absences payable - Due in more than one year (Note 8)	2,240,832	483,752	2,724,584
Claims and judgments payable - Due in more than one year (Note 12)	2,817,888	-	2,817,888
Net pension liability (Note 14)	130,046,401	11,170,322	141,216,723
Net OPEB liability (Note 15)	4,523,749	-	4,523,749
Long-term debt - Due in more than one year (Note 7)	40,489,288	37,004,180	77,493,468
Total noncurrent liabilities	184,900,808	48,700,502	233,601,310
Total Liabilities	211,009,266	52,320,018	263,329,284
DEFERRED INFLOWS OF RESOURCES			
Related to leases (Note 4)	3,175,376	575,676	3,751,052
Related to pension (Note 14)	66,824,810	3,739,567	70,564,377
Related to OPEB (Note 15)	2,613,507	-	2,613,507
Total Deferred Inflows of Resources	72,613,693	4,315,243	76,928,936
NET POSITION (Note 10)			
Net investment in capital assets	139,036,949	45,175,278	184,212,227
Restricted for:			
Capital projects	30,722,119	-	30,722,119
Debt service	416,219	-	416,219
Engineering and transportation	12,539,049	-	12,539,049
Recreation and culture	714,965	-	714,965
Community development	5,880,219	-	5,880,219
Public safety	961,425	-	961,425
Total restricted	51,233,996	-	51,233,996
Unrestricted	(45,191,914)	25,516,257	(19,675,657)
Total Net Position	\$ 145,079,031	\$ 70,691,535	\$ 215,770,566

See Accompanying Notes to Basic Financial Statements

City of San Leandro
Statement of Activities and Changes in Net Position
For the year ended June 30, 2022

Functions/Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government:					
Governmental Activities:					
General government	\$ 5,526,031	\$ 8,522,173	\$ 463,843	\$ 2,649,666	\$ 11,635,682
Public safety	84,150,324	2,170,034	25,515	-	2,195,549
Engineering and transportation	35,676,370	664,775	17,182,301	8,668,451	26,515,527
Recreation and culture	12,111,560	846,779	93,872	2,301,175	3,241,826
Community development	12,284,760	4,431,565	3,453,278	-	7,884,843
Interest on long-term debt	2,541,072	-	-	-	-
Total Governmental Activities	152,290,118	16,635,326	21,218,809	13,619,292	51,473,427
Business-type activities:					
Water Pollution Control Plant	11,456,337	16,019,004	-	66,721	16,085,725
Shoreline	5,389,583	6,287,707	-	-	6,287,707
Storm Water Utility	1,583,533	1,084,536	-	-	1,084,536
Environmental Services	763,670	457,071	356,393	-	813,464
Total Business-type activities	19,193,123	23,848,318	356,393	66,721	24,271,432
Total Primary Government	\$ 171,483,241	\$ 40,483,644	\$ 21,575,202	\$ 13,686,013	\$ 75,744,859

General revenues:

- Taxes:
 - Property taxes
 - Sales tax
 - Franchise fees
 - Utility users tax
 - Property transfer tax
 - 911 communication access tax
 - Other taxes

Total Taxes

Investment earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net position - Beginning of year

Net position - End of year

See Accompanying Notes to Basic Financial Statements

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business- Type Activities	Total
\$ 6,109,651	\$ -	\$ 6,109,651
(81,954,775)	-	(81,954,775)
(9,160,843)	-	(9,160,843)
(8,869,734)	-	(8,869,734)
(4,399,917)	-	(4,399,917)
(2,541,072)	-	(2,541,072)
<u>(100,816,691)</u>	<u>-</u>	<u>(100,816,691)</u>
-	4,629,388	4,629,388
-	898,124	898,124
-	(498,997)	(498,997)
-	49,794	49,794
<u>-</u>	<u>5,078,309</u>	<u>5,078,309</u>
<u>(100,816,691)</u>	<u>5,078,309</u>	<u>(95,738,382)</u>
27,772,678	-	27,772,678
54,686,116	-	54,686,116
5,951,091	-	5,951,091
11,611,644	-	11,611,644
14,957,472	-	14,957,472
3,388,459	-	3,388,459
1,896,881	602,208	2,499,089
120,264,341	602,208	120,866,549
(2,388,005)	(647,946)	(3,035,951)
545,025	-	545,025
<u>118,421,361</u>	<u>(45,738)</u>	<u>118,375,623</u>
17,604,670	5,032,571	22,637,241
<u>127,474,361</u>	<u>65,658,964</u>	<u>193,133,325</u>
<u>\$ 145,079,031</u>	<u>\$ 70,691,535</u>	<u>\$ 215,770,566</u>



FUND FINANCIAL STATEMENTS

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



GOVERNMENTAL FUND FINANCIAL STATEMENTS

The General Fund – Accounts for all general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of a governmental unit which are not accounted for in other funds.

Measure BB Special Revenue Fund– This fund accounts for the City's share of revenues earned and expenditure incurred under the City paratransit, streets and roads, and bike and pedestrian programs.

Capital Improvement Projects Capital Projects Fund – This fund accounts monies for major capital improvement projects not provided for in the other capital improvement projects fund.

**City of San Leandro
Governmental Funds
Balance Sheet
June 30, 2022**

	Major Funds				Total
	General Fund	Measure BB Special Revenue Fund	Capital Improvement Capital Projects Fund	Non-Major Governmental Funds	
ASSETS					
Cash and investments (Note 2)	\$ 90,858,066	\$ 7,096,546	\$ 31,396,708	\$ 22,445,948	\$ 151,797,268
Restricted cash and investments (Note 2)	5,641,938	-	94,855	-	5,736,793
Receivables:					
Property taxes	198,851	-	-	-	198,851
Accounts	19,214,929	1,218,702	-	1,392,735	21,826,366
Federal, State, and local grants	25,430	-	-	3,669,888	3,695,318
Interest	306,041	534	-	56,469	363,044
Special assessment	48,638	-	-	96	48,734
Loans (Note 3)	1,176,802	-	-	646,984	1,823,786
Leases (Note 4)	3,251,608	-	-	-	3,251,608
Due from other funds (Note 5A)	13,088,695	-	-	-	13,088,695
Advances to other funds (Note 5B)	6,041,796	-	-	-	6,041,796
Prepays	-	-	-	184,500	184,500
Total Assets	\$ 139,852,794	\$ 8,315,782	\$ 31,491,563	\$ 28,396,620	\$ 208,056,759
LIABILITIES					
Liabilities:					
Accounts payable and accruals	\$ 7,488,762	\$ 602,770	\$ 783,066	\$ 739,139	\$ 9,613,737
Due to other funds (Note 5A)	-	9,830,885	-	1,364,821	11,195,706
Advances from other funds (Note 5B)	1,153,387	-	-	-	1,153,387
Deposits payable	4,782,650	-	-	-	4,782,650
Unearned revenue (Note 9)	4,418,508	-	-	-	4,418,508
Total Liabilities	17,843,307	10,433,655	783,066	2,103,960	31,163,988
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - grants receivable	17,420,117	-	-	3,649,288	21,069,405
Related to leases receivable (Note 4)	3,175,376	-	-	-	3,175,376
Total Deferred Inflows of Resources	20,595,493	-	-	3,649,288	24,244,781
Fund Balances: (Note 10)					
Nonspendable	7,218,598	-	-	-	7,218,598
Restricted	5,691,874	-	30,708,497	23,353,815	59,754,186
Assigned	9,436,735	-	-	-	9,436,735
Unassigned	79,066,787	(2,117,873)	-	(710,443)	76,238,471
Total Fund Balances	101,413,994	(2,117,873)	30,708,497	22,643,372	152,647,990
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 139,852,794	\$ 8,315,782	\$ 31,491,563	\$ 28,396,620	\$ 208,056,759

See Accompanying Notes to Basic Financial Statements

City of San Leandro
Reconciliation of the Governmental Funds Balance Sheet
with the Statement of Net Position
June 30, 2022

Total fund balances reported on the governmental funds balance sheet \$ 152,647,990

Amounts reported for Governmental Activities in the Statement of Net Position are different from those reported in the Governmental Funds above because of the following:

CAPITAL ASSETS

Capital assets used in Governmental Activities are not current assets or financial resources and therefore are not reported in the Governmental Funds. 171,395,135

ALLOCATION OF INTERNAL SERVICE FUND NET POSITION

Internal service funds are not governmental funds. However, they are used by management to charge the costs of certain activities, such as insurance and central services and maintenance to individual governmental funds. The net current assets of the Internal Service Funds are therefore included in Governmental Statement of Activities. 15,873,809

LONG-TERM ASSETS AND LIABILITIES

The assets and liabilities below are not due and payable in the current period and therefore are not reported in the Funds:

Net OPEB liability, related deferred outflows and inflows of resources	(2,839,008)
Net pension liability, related deferred outflows and inflows of resources	(164,705,589)
Long-term debt	(45,089,419)
Interest payable	(453,461)
Compensated absences	(2,819,831)
Recognition of grants revenue	<u>21,069,405</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 145,079,031

See Accompanying Notes to Basic Financial Statements

City of San Leandro
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2022

	Major Fund				Total
	General	Measure BB Special Revenue Fund	Capital Improvement Capital Projects Fund	Non-Major Governmental Funds	
REVENUES					
Property and other taxes	\$ 119,965,461	\$ -	\$ -	\$ 499,794	\$ 120,465,255
Licenses and permits	10,165,545	-	-	636,348	10,801,893
Fines and forfeitures	723,592	-	-	86,175	809,767
Service charges	1,897,833	-	8,803	64,077	1,970,713
Intergovernmental	2,556,837	5,936,761	-	8,849,776	17,343,374
Use of money and property	(2,016,399)	(3,644)	19	2,855,749	835,725
Interdepartmental charges	2,000,000	-	-	-	2,000,000
Other	635,520	-	-	1,581,500	2,217,020
Total Revenues	135,928,389	5,933,117	8,822	14,573,419	156,443,747
EXPENDITURES					
Current:					
General Government	14,611,556	-	-	-	14,611,556
Public safety	63,990,759	-	-	188,654	64,179,413
Engineering and transportation	11,735,643	6,055,475	2,317,396	9,249,084	29,357,598
Recreation and culture	11,314,002	-	-	405,787	11,719,789
Community development	7,158,181	-	3,128,076	2,289,334	12,575,591
Debt service:					
Principal	2,333,816	-	-	1,783,000	4,116,816
Interest and fees	492,096	-	-	1,580,150	2,072,246
Total Expenditures	111,636,053	6,055,475	5,445,472	15,496,009	138,633,009
REVENUES OVER (UNDER) EXPENDITURES	24,292,336	(122,358)	(5,436,650)	(922,590)	17,810,738
OTHER FINANCING SOURCES (USES)					
Transfers in (Note 5C)	-	1,173,476	3,517,830	4,988,426	9,679,732
Transfers (out) (Note 5C)	(6,606,256)	-	(478,693)	(3,073,476)	(10,158,425)
Proceeds from the sale of property	9,038	-	-	-	9,038
Total Other Financing Sources (Uses)	(6,597,218)	1,173,476	3,039,137	1,914,950	(469,655)
NET CHANGE IN FUND BALANCES	17,695,118	1,051,118	(2,397,513)	992,360	17,341,083
FUND BALANCES (DEFICITS)					
Beginning of year	83,718,876	(3,168,991)	33,106,010	21,651,012	135,306,907
End of year	\$ 101,413,994	\$ (2,117,873)	\$ 30,708,497	\$ 22,643,372	\$ 152,647,990

See Accompanying Notes to Basic Financial Statements

City of San Leandro
Reconciliation of the Net Change in Fund Balances - Total Governmental Funds with
the Statement of Activities
For the year ended June 30, 2022

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance, which measures only changes in current assets and current liabilities on the modified accrual basis, with the Change in Net Position of Governmental Activities reported in the Statement of Activities, which is prepared on the full accrual basis.

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 17,341,083

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

CAPITAL ASSET TRANSACTIONS

Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and allocated over their estimated useful lives and reported as depreciation expense.

Capital expenditures are therefore added back to fund balance	4,363,137
Depreciation expense is deducted from the fund balance. The amount excludes the depreciation of \$1,350,973, which is reported in the Internal Service Funds.	(15,738,502)
Loss on disposal of capital assets is deducted from fund balance	(25,968)

LONG-TERM DEBT PROCEEDS AND PAYMENTS

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but in the Statement of Net Position the repayment reduces long-term liabilities.

Repayment of debt principal is added back to fund balance	4,116,816
Amortization of bond discount is deducted from fund balance	(10,119)
Amortization of bond premium is added back to fund balance	227,386

ACCRUAL OF NON-CURRENT ITEMS

The amounts below included in the Statement of Activities do not provide or (require) the use of current financial resources and therefore are not reported as revenue or expenditures in governmental funds (net change):

Unearned revenue	13,442,003
Interest payable	(111,767)
Compensated absences	1,030,845
Net pension liabilities, related deferred outflows and inflows of resources	(5,234,058)
Net OPEB liabilities, related deferred outflows and inflows of resources	(582,150)

ALLOCATION OF INTERNAL SERVICE FUND ACTIVITY

Internal Service Funds are used by management to charge the costs of certain activities, such as equipment acquisition, maintenance, and insurance to individual funds. The portion of the net revenue (expense) of these Internal Service Funds arising out of their transactions with governmental funds is reported with governmental activities, because they service those activities.

Change in Net Position - All Internal Service Funds	<u>(1,214,036)</u>
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CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 17,604,670</u></u>
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See Accompanying Notes to Basic Financial Statements



PROPRIETARY FUND FINANCIAL STATEMENTS

Water Pollution Control Plant - This fund accounts for the City's sewers which protect public health and preserve water quality through the collection, treatment and disposal of the community's wastewater and wastewater solids.

Shoreline - The City operates various recreational facilities which include golf and marina berthing as well as providing food service facilities for the general public in an area connected to the San Francisco Bay.

Internal Service Funds - These funds are used to account for special activities and services performed by a designated City department for other departments on a cost reimbursement basis.

City of San Leandro
Statement of Net Position
Proprietary Funds
June 30, 2022

	Major Enterprise Funds		Non- Major Enterprise Funds	Total	Governmental Activities- Internal Service Funds
	Water Pollution Control Plant	Shoreline			
ASSETS					
Current Assets:					
Cash and investments (Note 2)	\$ 30,424,225	\$ 7,152,663	\$ 1,987,149	\$ 39,564,037	\$ 19,067,724
Restricted cash and investments (Note 2)	5,295,106	-	-	5,295,106	-
Receivables:					
Accounts	1,467,096	256,823	103,422	1,827,341	1,010
Interest	69,546	21,258	5,431	96,235	45,666
Leases (Note 4)	-	584,017	-	584,017	-
Inventory and prepaids	-	313,967	-	313,967	291,032
Total current assets	37,255,973	8,328,728	2,096,002	47,680,703	19,405,432
Noncurrent assets:					
Advance to other fund (Note 5B)	1,153,387	-	-	1,153,387	-
Capital assets (Note 6):					
Non-Depreciable	8,182,057	3,577,810	-	11,759,867	-
Depreciable	87,608,552	5,929,364	20,294	93,558,210	18,998,701
Less accumulated depreciation	(16,689,752)	(4,002,518)	(20,037)	(20,712,307)	(13,268,814)
Total capital assets, net	79,100,857	5,504,656	257	84,605,770	5,729,887
Total noncurrent assets	80,254,244	5,504,656	257	85,759,157	5,729,887
Total Assets	117,510,217	13,833,384	2,096,259	133,439,860	25,135,319
DEFERRED OUTFLOWS OF RESOURCES					
Related to pension (Note 13)	1,821,721	-	-	1,821,721	-
LIABILITIES					
Current Liabilities:					
Accounts payable	467,538	496,135	27,756	991,429	921,114
Interest payable	-	5,536	-	5,536	-
Due to other funds (Note 5A)	-	-	1,892,989	1,892,989	-
Other liabilities	54	27,970	-	28,024	968,085
Unearned revenue	-	6,964	-	6,964	-
Claims and judgments - due in 1 year (Note 12)	-	-	-	-	4,251,981
Compensated absences - due in 1 year (Note 8)	105,152	10,533	45,566	161,251	69,563
Long-term debt - due in 1 year (Note 7)	2,380,978	45,334	-	2,426,312	-
Total current liabilities	2,953,722	592,472	1,966,311	5,512,505	6,210,743
Non-current Liabilities:					
Deposits payable	3,000	39,248	-	42,248	-
Advances from other funds (Note 5B)	-	6,041,796	-	6,041,796	-
Claims and judgments - due in more than 1 year (Note 12)	-	-	-	-	2,817,888
Compensated absences - due in more than 1 year (Note 8)	315,457	31,598	136,697	483,752	232,879
Net pension liability (Note 14)	11,170,322	-	-	11,170,322	-
Long-term debt - due in more than 1 year (Note 7)	36,915,320	88,860	-	37,004,180	-
Total noncurrent liabilities	48,404,099	6,201,502	136,697	54,742,298	3,050,767
Total liabilities	51,357,821	6,793,974	2,103,008	60,254,803	9,261,510
DEFERRED INFLOWS OF RESOURCES					
Related to leases (Note 4)	-	575,676	-	575,676	-
Related to pension (Note 14)	3,739,567	-	-	3,739,567	-
Total deferred inflows of resources	3,739,567	575,676	-	4,315,243	-
NET POSITION (Note 10)					
Net investment in capital asset	39,804,559	5,370,462	257	45,175,278	5,729,887
Unrestricted	24,429,991	1,093,272	(7,006)	25,516,257	10,143,922
Total Net Position	\$ 64,234,550	\$ 6,463,734	\$ (6,749)	\$ 70,691,535	\$ 15,873,809

See Accompanying Notes to Basic Financial Statements

City of San Leandro
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the year ended June 30, 2022

	Major Enterprise Funds		Non- Major Enterprise Funds	Total	Governmental Activities- Internal Service Funds
	Water Pollution Control Plant	Shoreline			
OPERATING REVENUES:					
Charges for services	\$ 15,574,999	\$ 5,670,259	\$ 1,081,131	\$ 22,326,389	\$ 17,271,935
Licenses and permits	59,662	-	424,964	484,626	-
Rents and concessions	-	592,997	-	592,997	-
Other operating revenues	384,343	24,451	35,512	444,306	415,499
Total Operating Revenues	16,019,004	6,287,707	1,541,607	23,848,318	17,687,434
OPERATING EXPENSES:					
Salaries and benefits	3,784,745	551,071	1,341,500	5,677,316	4,153,502
Contractual and other services	2,669,051	3,995,413	336,225	7,000,689	10,933,166
Materials and supplies	222,561	165,299	60,489	448,349	1,004,272
Depreciation	1,773,561	114,226	-	1,887,787	1,350,973
Other operating costs	1,970,898	233,134	608,989	2,813,021	1,581,191
Total Operating Expenses	10,420,816	5,059,143	2,347,203	17,827,162	19,023,104
OPERATING INCOME (LOSS)	5,598,188	1,228,564	(805,596)	6,021,156	(1,335,670)
NONOPERATING REVENUES (EXPENSES):					
Property and other taxes	-	602,208	-	602,208	-
Intergovernmental	-	-	356,393	356,393	-
Investment income	(504,066)	(106,802)	(37,078)	(647,946)	(357,059)
Interest expense	(1,035,521)	(330,440)	-	(1,365,961)	-
Total Nonoperating Revenues (Expenses)	(1,539,587)	164,966	319,315	(1,055,306)	(357,059)
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	4,058,601	1,393,530	(486,281)	4,965,850	(1,692,729)
CONTRIBUTIONS AND TRANSFERS:					
Capital contributions	66,721	-	-	66,721	-
Transfers in (Note 5C)	-	-	-	-	478,693
Total Capital Contributions and Transfers	66,721	-	-	66,721	478,693
Change in Net Position	4,125,322	1,393,530	(486,281)	5,032,571	(1,214,036)
NET POSITION:					
Net Position-Beginning of year	60,109,228	5,070,204	479,532	65,658,964	17,087,845
Net Position(Deficit) - End of year	\$ 64,234,550	\$ 6,463,734	\$ (6,749)	\$ 70,691,535	\$ 15,873,809

See Accompanying Notes to Basic Financial Statements

City of San Leandro
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2022

	Major Enterprise Funds		Non- Major Enterprise Funds	Total	Governmental Activities- Internal Service Funds
	Water Pollution Control Plant	Shoreline			
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash received from customers	\$ 16,115,324	\$ 6,610,442	\$ 1,584,641	\$ 24,310,407	\$ 904,123
Cash received from other funds	-	-	487,431	487,431	-
Receipts from interfund charges	-	-	-	-	17,322,257
Cash payments to suppliers and service providers	(7,517,717)	(4,151,251)	(995,538)	(12,664,506)	(13,147,897)
Cash payments to employees for services	(3,868,130)	(530,939)	(1,336,610)	(5,735,679)	(4,071,301)
Net cash provided (used) by operating activities	4,729,477	1,928,252	(260,076)	6,397,653	1,007,182
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Property and other taxes received	-	602,208	-	602,208	-
Intergovernmental revenue received	-	-	356,393	356,393	-
Interfund loans	551,622	(234,940)	-	316,682	-
Transfers in from other funds	-	-	-	-	478,693
Net cash provided (used) by noncapital financing activities	551,622	367,268	356,393	1,275,283	478,693
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Principal paid on capital debt	(2,323,268)	(93,273)	-	(2,416,541)	-
Acquisition of capital assets	(4,711,865)	-	-	(4,711,865)	(1,227,222)
Capital contributions	66,721	-	-	66,721	-
Interest payments on bonds and notes payable	(1,035,521)	(334,287)	-	(1,369,808)	-
Net cash provided (used) by capital and related financing activities	(8,003,933)	(427,560)	-	(8,431,493)	(1,227,222)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Change in fair values of investments	(1,028,178)	(140,740)	(70,085)	(1,239,003)	(654,590)
Interest income (expense)	527,868	25,313	32,147	585,328	297,697
Net cash provided (used) by investing activities	(500,310)	(115,427)	(37,938)	(653,675)	(356,893)
Net increase (decrease) in cash and cash equivalents	(3,223,144)	1,752,533	58,379	(1,412,232)	(98,240)
CASH AND CASH EQUIVALENTS:					
Cash and investments at beginning of year	38,942,475	5,400,130	1,928,770	46,271,375	19,165,964
Cash and investments at end of year	\$ 35,719,331	\$ 7,152,663	\$ 1,987,149	\$ 44,859,143	\$ 19,067,724
RECONCILIATION OF OPERATING INCOME/ (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ 5,598,188	\$ 1,228,564	\$ (805,596)	\$ 6,021,156	\$ (1,335,670)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	1,773,561	114,226	-	1,887,787	1,350,973
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	96,320	304,362	43,034	443,716	488,624
(Increase) decrease in inventories	-	(161,233)	-	(161,233)	(28,914)
(Increase) decrease in leases receivable	-	(584,017)	-	(584,017)	-
(Decrease) increase in accounts payable	(664,617)	403,828	10,165	(250,624)	493,257
(Decrease) increase in other liabilities	-	21,086	-	21,086	(61,524)
(Decrease) increase due to other funds	-	-	487,431	487,431	-
(Decrease) increase in deposits payable	-	(1,336)	-	(1,336)	-
(Decrease) increase claims and judgments payable	54	-	-	54	18,235
(Decrease) increase in compensated absences	(83,385)	20,132	4,890	(58,363)	82,201
(Decrease) increase in unearned revenue	-	6,964	-	6,964	-
(Decrease) increase in deferred outflow	325,011	-	-	325,011	-
(Decrease) increase in deferred inflow	3,739,567	575,676	-	4,315,243	-
(Decrease) increase in net pension liability	(6,055,222)	-	-	(6,055,222)	-
Total adjustments	(868,711)	699,688	545,520	376,497	2,342,852
Net cash provided (used) by operating activities	\$ 4,729,477	\$ 1,928,252	\$ (260,076)	\$ 6,397,653	\$ 1,007,182

See Accompanying Notes to Basic Financial Statements

FIDUCIARY FUND FINANCIAL STATEMENTS

Private Purpose Trust Funds are fiduciary fund types used to report all trust arrangements, other than those properly reported in pension trust funds or investment trust funds, under which principal and income benefit individuals, private organizations, or other governments.

Custodial Funds are custodial in nature. They are used to account for assets held in an agency capacity for others and therefore cannot be used to support the City's programs. Custodial funds use the economic resources measure focus.

Cherrywood – Accounts for monies accumulated for payments of special assessment bonds which are financed by assessments placed on the Alameda County tax roll for the Cherrywood housing development.

City of San Leandro
Statement of Fiduciary Net Position
June 30, 2022

	Private-Purpose Trust Fund	Cherrywood Custodial Fund
ASSETS		
Current assets:		
Cash and cash equivalents (Notes 2 and 17A)	\$ 2,418,665	\$ 1,088,306
Cash and investments with fiscal agents (Notes 2 and 17A)	21	449,057
Accounts receivable	695	3,293
Interest receivable	(18,324)	1,126
Total Current Assets	<u>2,401,057</u>	<u>1,541,782</u>
Noncurrent assets:		
Capital assets (Note 17B):		
Land	706,376	-
Depreciable assets, net	389,449	-
Total non-current assets	<u>1,095,825</u>	<u>-</u>
Total Assets	<u>3,496,882</u>	<u>1,541,782</u>
LIABILITIES		
Current liabilities:		
Accounts payable	9,300	1,178
Interest payable	418,682	-
Long-term debt - due in less than one year (Note 17C)	1,826,394	-
Total current liabilities	<u>2,254,376</u>	<u>1,178</u>
Noncurrent Liabilities:		
Long-term debt - due in more than one year (Note 17C)	29,178,096	-
Total non current liabilities	<u>29,178,096</u>	<u>-</u>
Total Liabilities	<u>31,432,472</u>	<u>1,178</u>
NET POSITION		
Restricted for bondholders	-	1,523,871
Held in trust for private purposes	(27,935,590)	-
Total Net Position	<u>\$ (27,935,590)</u>	<u>\$ 1,523,871</u>

See Accompanying Notes to Basic Financial Statements

City of San Leandro
Statement of Changes in Fiduciary Net Position
For the year ended June 30, 2022

	Successor Agency to the Redevelopment Agency Private-Purpose Trust Fund	Cherrywood Custodial Fund
Additions:		
Property taxes	\$ 2,750,307	\$ -
Special assessment	-	469,738
Use of money and property	(343,179)	-
Investment income	-	(8,884)
Total Additions	<u>2,407,128</u>	<u>460,854</u>
Deductions:		
Community development	423,556	-
Depreciation (Note 17B)	11,678	-
Payment to bondholders	-	435,013
Debt service interest and fiscal agent fees	1,099,840	17,813
Administrative support	-	45,519
Total Deductions	<u>1,535,074</u>	<u>498,345</u>
Change in Net Position	872,054	(37,491)
NET POSITION HELD IN TRUST		
Net position (deficit) - beginning of year	<u>(28,807,644)</u>	<u>1,561,362</u>
Net position (deficit) - end of year	<u>\$ (27,935,590)</u>	<u>\$ 1,523,871</u>

See Accompanying Notes to Basic Financial Statements



City of San Leandro
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For the year ended June 30, 2022

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City of San Leandro
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CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of San Leandro, California, (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies in the United States. The Governmental Accounting Standards Boards (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Financial Reporting Entity

The City of San Leandro, California (City) was incorporated in 1872 and is situated between the cities of Oakland and Hayward in the East Bay of the San Francisco Bay Area. The City operates under the Mayor-Council-Manager form of government and provides the following services: public safety (police, fire, disaster preparedness and hazardous waste disposal), highways and streets, sanitation, health services, public improvements, planning and zoning and general administration services.

The City is governed by a seven-member council elected by City residents. The City is legally separate and fiscally independent, which means it can issue debt, set and modify budgets and fees and sue or be sued. As required by generally accepted accounting principles, the financial statements include the financial activities of the City, the primary government, and its component units.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the primary government's exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The component units below are included in the City's basic financial statements using the blended method since the governing body of these component units are substantially the same as the governing body of the City and these component units provide services entirely to the City.

The City of San Leandro Parking Authority (Parking Authority) was established to issue debt for downtown parking structures and lots. There are no financial activities to be accounted for in the Parking Authority Debt Service Fund in this fiscal year.

The San Leandro Public Financing Authority (Financing Authority) was formed to assist in the financing and refinancing of capital projects and other community related financing programs. The financial activities are accounted for in the San Leandro Public Financing Authority Debt Service Fund in the accompanying basic financial statements.

B. Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its components units. For the most part, the effect of interfund activity has been removed from these statements except in the case of interfund services provided and used, which are not eliminated in the consolidation process. Governmental activities, which normally are 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. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 with a specific function or segment. Our policy is to allocate indirect costs 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 requirements or a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

Governmental fund financial statements are reported using the *current financial resources* measurement focus and the *modified accrual* basis of accounting. Revenues are recognized as soon as they are both *measurable* and *available*. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. The City considers sales taxes and property taxes as available if they are collected within 60 days after year end. 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.

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

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City reports the following major governmental funds:

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

The *Measure BB Special Revenue Fund* – This fund accounts for the City's share of revenues earned and expenditure incurred under the City paratransit, streets and roads, and bike and pedestrian programs.

Capital Improvement Projects Capital Projects Fund accounts monies for major capital improvements projects not provided for in the other capital projects fund.

The Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

The City also reports the following major proprietary funds:

Water Pollution Control Plant Fund accounts for the City's sewers which protect public health and preserve water quality.

Shoreline Fund accounts for various recreational facilities which include golf and marina berthing as well as providing food service facilities for the general public in an area connected to the San Francisco Bay.

A separate column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements. The City's *Internal Service Funds* account for Building Maintenance, Information Management Systems, Self-Insurance, and Equipment Maintenance which provides service to other departments of the City on a cost reimbursement basis.

Proprietary funds are accounted for using the “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (revenues) and decreases (expenses) in total Net Position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The Fiduciary fund financial statements normally include a Statement of Net Position and a Statement of Changes in Fiduciary Net Position. The City's fiduciary funds represent a private purpose trust fund and a custodial fund. The City's Funds includes the Cherrywood Fund accounts for monies accumulated for payments of special assessment bonds.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Recognition of Interest Liability

In the government-wide financial statements, interest payable of long-term debt is recognized as the liability is incurred for governmental fund types as well as proprietary fund types.

In the fund financial statements, the Governmental fund types do not recognize the interest payable when the liability is incurred. Interest on long-term debt is recorded in the fund statement when payment is made. Proprietary fund types recognize the interest payable when the liability is incurred.

E. Use of Restricted and Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net positions are available, the City's policy is to apply restricted net position first.

F. Cash, Cash Equivalents and Investments

The City pools cash and investments from all sources, except the fiscal agent cash and investments, for the purpose of increasing income through investment activities. Interest income on investments is allocated on the basis of average month-end cash and investment balances in each fund. Cash and cash equivalents represent cash and investments and restricted cash and investments with an original maturity term of three months or less. Pooled cash and investments allocated to proprietary fund types are considered cash and cash equivalents since specific investments held in the City's pooled cash and investments are not allocated to each fund.

The City invests in the California Local Agency Investment Fund (LAIF), which is part of the Pooled Money Investment Account operated by the California State Treasurer. LAIF funds are invested in high quality money market securities and are managed to insure the safety of the portfolio. A portion of LAIF's investments are in structured notes and asset-backed securities. The remainder of the City's investment portfolio is managed by Chandler Asset Management.

In accordance with GASB Statement No. 31, highly liquid money market investments with maturities of one year or less at time of purchase are stated at amortized cost.

G. Inventory

Inventory is held for consumption and is valued at average cost. Internal service fund supplies consist of materials and supplies for the various City vehicles (tires, batteries, etc.) and building maintenance, which are used for replacement parts for vehicle service and to maintain City buildings. Information management service inventory consists of postage for department use and a monthly count is performed to adjust this account to actual at the appropriate month-end.

H. Leases

A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of nonfinancial assets include buildings, land, vehicles, and equipment. The City recognizes leases with an initial, individual value of \$200,000 or more.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Lessor - The City records two leases as the lessor. The City recognizes a lease receivable and a deferred inflow of resources in the General Fund, Shoreline Enterprise Fund, Governmental Activities and Business-Type Activities statements.

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

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

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

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

I. Capital Assets

Contributed capital assets are valued at their estimated fair market value on the date contributed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value. All other capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. City policy has set the capitalization threshold for reporting capital assets at \$7,500. Depreciation is recorded on a straight-line basis over estimated useful lives of the assets as follows:

Buildings	50 years
Improvements other than buildings	20 years
Machinery and equipment	5-15 years
Licensed Vehicles	3-15 years
Infrastructure	20-50 years

The City defines infrastructure as the basic physical assets that allow the City to function. The assets include streets, sewer, and park lands. Each major infrastructure system can be divided into subsystems. For example the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, landscaping and land. These subsystems were not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

For all infrastructure systems, the City elected to use the Basic Approach as defined by GASB Statement No. 34 for infrastructure reporting. Original costs were developed in one of three ways: (1) historical records; (2) standard unit costs appropriate for the construction/acquisition date; or (3) present cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date. The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date on a straight line, un-recovered cost method was computed using industry accepted life expectancies for each infrastructure subsystem. The book value was then computed by deducting the accumulated depreciation from the original cost.

J. Long-Term Debt

In Government-Wide Financial Statements, long-term debt and other financed obligations are reported as liabilities in the appropriate activities.

Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds Payable are reported net of the applicable premium or discount.

In Fund Financial Statements long-term debt is not presented but is instead shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

K. Compensated Absences

Vested vacation, sick leave, compensatory time, and related benefits are accrued as appropriate. For governmental funds, compensated absence obligations are recorded in the appropriate governmental funds when due. The portion not currently due is recorded in the government-wide financial statements. For enterprise funds, compensated absences are expensed when earned by employees. At year-end, the accrued but unpaid compensated absence obligations are recorded as current and non-current liabilities in the appropriate enterprise funds.

L. Property Taxes

Property taxes are placed on lien January 1 for the following fiscal year. Taxes are payable in two installments, due on November 1 and February 1, becoming delinquent on December 10 (for November) and April 10 (for February), respectively. The Alameda County Tax Collector bills and collects property taxes and allocates a portion to the City. Property tax revenues are recognized in the fiscal year, for which the taxes have been levied, provided they become available. In January 1994, the City elected to continue collection of interest and penalties on delinquent taxes and recognizes these revenues when available. Available means when due or past due and collected within the current period, or expected to be collected soon thereafter, and to be used to pay liabilities of the current period.

M. Deferred Inflows/Outflows of Resources

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

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of net position or balance sheets report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

N. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires City management to make estimates and assumptions that affect certain amounts and disclosures. Accordingly, actual results could differ from those estimates.

O. Fair Value Measurements

Fair value is defined as 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 City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 inputs are inputs – other than quoted prices included within level 1 that are observable for an asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for an asset or liability.

If the fair value of an asset or liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

P. Property Held for Resale

The City purchased property with the intent to resell the property to an income eligible first-time home buyer. During fiscal year ended June 30, 2022, the property was sold.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Implementation of New Governmental Accounting Standards Board (GASB) Pronouncements

Management adopted the provisions of the following Governmental Accounting Standards Board (GASB) Statements which became effective during the year ended June 30, 2022.

In June 2017, GASB issued **Statement No. 87, *Leases***. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The Statement is effective for the reporting periods beginning after June 15, 2021, or fiscal year 2021-22. As part of the implementation of this Statement, the City has accounted for certain lessor transactions, which required the restatement of beginning fund balances of the leases receivable and deferred inflows in the amounts of \$3,373,837 and \$631,840 in the General Fund and Shoreline Enterprise Fund, respectively. The net effect on beginning net position and fund balances is zero. See the leases disclosure in Note 4.

In June 2018, GASB issued **Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period***. The objectives of this Statement are to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for certain interest costs. 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 the financial statements. The Statement is effective for reporting periods beginning after December 15, 2020, or fiscal year 2021-22. GASB Statement No. 89 did not have an effect on the City's fiscal year 2021-22 financial statements.

In March 2020, GASB issued Statement No. 93, ***Replacement of Interbank Offered Rates***. The primary objective of this Statement is to address accounting and financial reporting implications that result from the replacement of an interbank offered rate. The provisions of this Statement were implemented during fiscal year 2022. The implementation had no effect on the financial statements.

In June 2020, GASB issued Statement No. 97, ***Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans***. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans that meet the definition of a pension plan and for benefits provided through those plans. The provisions of this Statement were implemented during fiscal year 2022. This Statement had no material effect on the financial statements.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 2 – CASH AND INVESTMENTS

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds, which the Finance Director invests to enhance interest earnings. The pooled interest earned is allocated to the funds based on average daily cash and investment balance in these funds.

A. Cash Deposits

The carrying amount of the City’s cash deposits is \$12,326,966 at June 30, 2022. Bank balances before reconciling items were \$13,385,037, at that date, the total amount of which was insured or collateralized with securities held by the pledging financial institutions in the City’s name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the City’s cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

The fair value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City’s total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The City, however, has not waived the collateralization requirements.

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures, and investments held in the City's Section 115 pension trust. Interest income earned on pooled cash and investments is allocated on an accounting period basis to the various funds based on the period-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

B. Investments

Under the provisions of the City’s investment policy, and in accordance with California Government Code, the City’s cash and investments as of June 30, 2022, are classified as follows:

Statement of Net Position:	
Cash and investments	\$ 210,429,029
Restricted cash and investments	11,031,899
Fiduciary Funds:	
Cash and investments	3,506,971
Cash and investments with fiscal agents	<u>449,078</u>
Total cash and investments	<u>\$ 225,416,977</u>
Cash and investments as of June 30, 2022, are classified as follows:	
Deposits with financial institutions	\$ 12,326,996
Investments	<u>213,089,981</u>
Total cash and investments	<u>\$ 225,416,977</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 2 – CASH AND INVESTMENTS (Continued)

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, there is a greater sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flow from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide cash flow and liquidity needed for operations. In accordance with the Policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to 5 years or less. The City is in compliance with this provision of the Policy.

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 investment by maturity:

Investment Type	Fair Value	12 Months or Less	13 to 24 Months	25 to 60 Months
Federal Agency Securities	\$ 33,541,703	\$ 8,807,997	\$ 13,224,547	\$ 11,509,159
Money Market Fund	32,993	32,993	-	-
U.S. Treasury Notes	58,144,396	15,248,943	15,314,880	27,580,573
Local Agency Investment Fund (LAIF)	73,273,005	73,273,005	-	-
Medium-Term Notes	26,576,498	6,225,192	5,979,318	14,371,988
Asset Backed Securities	6,089,629	-	156,105	5,933,524
Supranationals	1,957,020	1,957,020	-	-
Commercial Paper	1,993,780	1,993,780	-	-
PARS Pension Trust - Mutual Funds	5,641,874	5,641,874	-	-
Held by fiscal agent:				
U.S. Treasury Money Market Funds	5,839,083	5,839,083	-	-
Total	\$ 213,089,981	\$ 119,019,887	\$ 34,674,850	\$ 59,395,244

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 2 – CASH AND INVESTMENTS (Continued)

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

The table below identifies the investment types that are authorized for the City by the City’s Investment Policy. The table also identifies certain provisions of the California Government Code that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of the related bond documents, or investments held in the PARS Section 115 pension trust.

Investment Type	Maximum Maturity	Maximum Percentage of Portfolio
U.S. Treasury Obligations	5 years	None
U.S. Agency Securities	5 years	None
Bankers Acceptances	180 days	40%
Commercial Paper	270 days	25%
Negotiable Certificate of Deposit	5 years	30%
Repurchase Agreements	1 year	20%
Reverse Repurchase Agreements	92 days	20%
Medium-Term Notes	5 years	30%
Mutual Funds	N/A	20%
Money Market Mutual Funds	N/A	20%
Local Agency Investment Fund (LAIF)	N/A	\$75 million per account
Passbook Accounts	5 years	None
City Issued Securities	N/A	None
Supranational Securities	5 years	30%
Asset Backed Securities	5 years	20%
Mortgage Backed/Pass-Through Securities	5 years	20%
Collateralized Mortgage Obligations	5 years	20%
Other Investment Pools	N/A	None

Investments in Local Agency Investment Fund

The City invests in the Local Agency Investment Fund (LAIF), a State of California external investment pool. The fair value is calculated by multiplying the account balance with LAIF times a fair value factor of 0.987125414 which is determined by LAIF. This fair value factor was determined by dividing all LAIF participants’ total aggregate amortized cost by total aggregate fair value.

The City’s investments with Local Agency Investment Funds (LAIF) at June 30, 2022, included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments included the following:

- Structured Notes are debt securities (other than asset-backed securities) whose cash-flow characteristics (coupon rate, redemption amount, or stated maturity) depend on one or more indices and/or that have embedded forwards or options.
- Asset-Backed Securities, the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as CMOs) or credit card receivables.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 2 – CASH AND INVESTMENTS (Continued)

Concentration of Credit Risk

The City's policy states that the investment portfolio shall be designed with the objective of attaining a rate of return throughout budgetary and economic cycles, commensurate with the City's investment risk constraints and the cash flow characteristic of the portfolio. Purchases of mutual funds must not exceed 20% of the value of the portfolio. Investments in U.S. agencies exceeded 5% of total portfolio, and Federal agency investments exhibited below exceeded 5% percent or more of the total investments in any one issuer:

US Government Agency Securities	Amount Invested	Percentage of Investments
Federal agency securities:		
Federal Home Loan Mortgage Corporation (FHLMC)	\$ 9,764,598	13.92%
Federal Home Loan Bank (FHLB)	8,378,207	11.94%
Federal National Mortgage Association (FNMA)	7,526,359	10.73%
Fannie Mae	5,951,639	8.48%
Total	\$ 31,620,803	45.07%

Disclosures Relating to Credit Risk

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

The City's policy requires that mutual funds must have the highest rating provided by not less than two of the three largest nationally recognized rating organizations.

Investment Type	Fair Value	Minimum Legal Rating	Exempt From Disclosure	Not Rated	A-1	AAA	AA+
Federal Agency Securities	\$ 33,541,703	N/A	\$ -	\$ -	\$ -	\$ -	\$ 33,541,703
Money Market Fund	32,993	N/A		32,993			
U.S. Treasury Notes	58,144,396	N/A	58,144,396				
Local Agency Investment Fund	73,273,005	N/A		73,273,005			
Medium-Term Notes	26,576,498	A					2,115,043
Asset Backed Securities	6,089,629	AAA		1,841,488		4,248,141	
Supranationals	1,957,020	AA				1,957,020	
Commercial Paper	1,993,780	A-1+			1,993,780		
PARS Pension Trust - Mutual Funds	5,641,874	N/A	5,641,874				
Held by fiscal agent:							
U.S. Treasury Money Market	5,839,083	A				5,839,083	
Total	\$ 213,089,981		\$ 63,786,270	\$ 75,147,486	\$ 1,993,780	\$ 12,044,244	\$ 35,656,746
			AA	AA-	A+	A	A-
Medium-Term Notes			\$ 3,285,599	\$ 1,500,440	\$ 6,387,200	\$ 5,901,750	\$ 7,386,466

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 2 – CASH AND INVESTMENTS (Continued)

Fair Value Hierarchy

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The following is a summary of the fair value hierarchy of the fair value of investments of the City as of June 30, 2022:

	Level 1	Level 2	Total
Investments By Fair Value Level:			
Federal Agency Securities	\$ -	\$ 33,541,703	\$ 33,541,703
U.S. Treasury Notes		58,144,396	58,144,396
Medium-Term Notes		26,576,498	26,576,498
Asset Backed Securities		6,089,629	6,089,629
Supranationals		1,957,020	1,957,020
Commercial Paper		1,993,780	1,993,780
Total Investments	\$ -	\$ 128,303,026	128,303,026
Investments Exempt from Fair Value Hierarchy:			
Local Agency Investment Fund (LAIF)			73,273,005
PARS Pension Trust - Mutual Funds			5,641,874
Investments Measured at Amortized Cost:			
Held by fiscal agent:			
U.S. Treasury Money Market Funds			5,839,083
Money Market Fund			32,993
Total			\$ 213,089,981

Investments classified in Level 2 of the fair value hierarchy, are valued using matrix pricing techniques maintained by various pricing vendors. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The California Local Agency Investment Fund (LAIF) is valued based on the fair value factor provided by the Treasurer of the State of California, which is calculated as fair value divided by the amortization cost of the investment pool and is exempt from the Fair Value hierarchy. Fair value is defined as the quoted market value on the last trading day of the period. These prices are obtained from various pricing sources by the custodian bank.

Public Agency Retirement Services – Section 115 Pension Trust

In June 2021, the City Council authorized the establishment of a Section 115 Pension Trust with the Public Agency Retirement Services (PARS). The trust is an irrevocable trust, and is used to set aside funds for future pension contributions. During fiscal year ended June 30, 2022, the City contributed \$6,500,000 to the trust. As of June 30, 2022, the fair value of the trust was \$5,641,874.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 3 – LOANS RECEIVABLE

At June 30, 2022, the City had loans receivable in the following funds:

Governmental Funds:	
General Fund	\$ 1,176,802
Non Major Special Revenue Funds:	
Affordable Housing Asset Fund	19,031,851
Community Development Block Grant (CDBG)	233,324
HOME	4,363,426
Housing In-Lieu	723,711
Less allowance for uncollectible loans	<u>(23,705,328)</u>
Total Loans Receivable, net	<u><u>\$ 1,823,786</u></u>

At June 30, 2022, the City was owed in the General Fund, \$392,252 for a loan made by the City to Alameda County Industries Inc. (ACI). The loan is to refurbish ACI's Materials Recovery Facility in order to expand operations to take in more solid waste, recyclable, and green waste tonnage. The loan is evidenced by a promissory note with a term of 10 years and is to be repaid in full on July 1, 2025. The interest rate is 2.5% per annum.

At June 30, 2022, the City was owed in the General Fund, \$10,511 for loans made by the City to employees as part of the Employee Computer Purchase Loan Program. The loans are to assist regular full-time employees after completion of the one-year probationary period, “permanent” part-time employees as defined in the relevant MOU and City Council Members with the purchase of a home computer or laptop. The loans range from \$500 to \$3,000, are repaid over a 1 or 2 year period, and are interest free. Payments on the loans are handled as standard payroll deductions.

At June 30, 2022, the City was owed in the General Fund, \$63,125 for a loan made by the City to San Leandro Improvement Agency. The loan is to fund Downtown San Leandro capital improvements. The loan is evidenced by a promissory note with a term of 10 years. The interest rate is 3% per annum.

At June 30, 2022, the City was owed in the General Fund, \$382,987 for a loan made by the City to the Historic BAL Theatre. The loan is to promote the performing arts, music, and City's culture, which is vital to the public health and economic vitality of the City. The loan is evidenced by a promissory note with a term of 30 years. The interest rate is 3% per annum.

At June 30, 2022, the City was owed in the General Fund, \$327,927 for a loan made by the City to MTLG, LLC. The loan is for litigation costs between the City of San Leandro and MTLG, LLC for a proposed wind energy conversion project. The loan is evidenced by a promissory note in the amount of the loan and a deed of trust with a term of 10 years. The interest rate is 2% per annum.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 3 – LOANS RECEIVABLE (Continued)

During fiscal year 2022, the City was owed in its Affordable Housing Asset Special Revenue Fund, \$19,031,851 which includes (1) loans made to the City property owners who meet the HUD requirements for financial assistance for property improvements and first time home buyer loans; (2) a loan made to Ruth Rogers and Sara Bagwell; (3) a loan made to Eden Housing, Inc.; (4) a loan made to San Leandro Senior Housing; (5) a loan made to Citizens’ Housing Corporation for property improvements; and (6) a loan made to Mercy Housing for the construction of the Casa Verde. The total loan receivable amount was reduced by an allowance for uncollectible loans in the amount of \$18,384,867 leaving a balance of \$646,984 as of June 30, 2022.

At June 30, 2022, the City was owed in its Community Development Block Grant (CDBG) Special Revenue Fund, \$233,324 for various housing assistance loans made by the City. The terms of repayment vary. All of the loans receivable were reduced by allowance for uncollectible loans.

At June 30, 2022, the City was owed in its HOME Special Revenue Fund, \$4,363,426 which includes (1) two housing assistance loans made by the City to Citizens’ Housing Corporation; (2) a loan made to Estabrook Senior Housing for construction of a senior housing facility; (3) a loan made to Hello Housing for the rehabilitation of a single family home; (4) a housing assistance loan made to Allied Housing. The terms of repayment vary. All of the loans receivable were reduced by allowance for uncollectible loans.

At June 30, 2022, the City was owed in its Housing In-Lieu Special Revenue Fund, \$723,711 for a housing assistance loan made by the City to the Estabrook Senior Housing for low-moderate housing construction. The terms of repayment vary. The entire loan receivable was reduced by allowance for uncollectible loans.

NOTE 4 – LEASES

The City from time to time engages in lease arrangements allowing the right for others to use various owned land and buildings for the public benefit. As of June 30, 2022, these leases receivable and related deferred inflows of resources consisted of the following:

Lessor	Original Lease Date	Expiration Date Including Options	Monthly Revenue as of June 30, 2022	Lease Receivable Balance at June 30, 2022	Deferred Inflow of Resources at June 30, 2022
Governmental Funds					
General Fund					
Alameda County Fire Department - Fire Training Center	7/1/2013	6/30/2038	\$ 14,198	\$ 3,251,608	\$ 3,175,376
Proprietary Funds					
Shoreline Fund					
New Cingular Wireless PCS, LLC	5/16/2005	8/31/2032	4,626	584,017	575,676
			<u>\$ 18,824</u>	<u>\$ 3,835,625</u>	<u>\$ 3,751,052</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 4 – LEASES (Continued)

On June 25, 2013, the City began leasing property to the Alameda County Fire Department with monthly payments ranging from \$14,695 to \$24,619 through the end of the lease term. Lease payments are to be increased by 3.5% every year on July 1, until the end of the lease on June 30, 2038. The City recognized \$122,229 in lease revenue and \$48,145 in interest revenue in fiscal year 2022 related to this lease. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term.

On May 16, 2005, the City began leasing property to New Cingular Wireless PCS, LLC with monthly payments ranging from \$4,492 to \$5,640 through the end of the lease term. Lease payments are to be increased by 2% every year on August 1, until the end of the lease on August 31, 2032. The City recognized \$47,823 in lease revenue and \$7,425 in interest revenue in fiscal year 2022 related to this lease. Also, the City has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term.

NOTE 5 – INTERFUND TRANSACTIONS

A. Interfund Receivables and Payables

At June 30, 2022, the City had the following short-term receivables and payables:

Receivable Fund	Payable Fund	Amount
General Fund	Measure BB Special Revenue Fund	\$ 9,830,885
	Non-Major Governmental Funds	1,364,821
	Storm Water Utility Enterprise Fund	1,892,989
	Total	\$ 13,088,695

The City has recorded due to/due from all funds requiring cash at the end of June 30, 2022. The funds that had deficit year-end balances will be repaid back to the General Fund during the 2022-23 fiscal year.

B. Long-Term Advances

Long-term advances to be repaid out of future earnings or charges at June 30, 2022 consisted of:

Receivable Fund	Payable Fund	Amount
General Fund	Shoreline Enterprise Fund	\$ 6,041,796
Water Pollution Control Plant Enterprise Fund	General Fund	1,153,387
	Total	\$ 7,195,183

The City Council authorized General Fund loans to the Shoreline Enterprise Fund for capital improvements at the Marina and Golf Course. The loans are to be paid over 30 years with an annual interest accrual rate of 5%. Principal payments are made annually provided the fund has sufficient resources. The balance as of June 30, 2022 was \$2,706,024 and \$3,335,772 for the Marina and the Golf Course, respectively, for a total of \$6,041,796.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 5 – INTERFUND TRANSACTIONS (Continued)

The City Council authorized a loan to the General Fund from the Water Pollution Control Plant in 2011 for the partial payment of the Public Safety Side Fund Obligation. The \$6,000,000 loan was to pay-down the CalPERS Public Safety Side Fund with a long-term adjustable rate of 4% or less, annually, for 13 years. As of June 30, 2022, the outstanding amount was \$1,153,387.

C. Transfers

Transfers during the fiscal year ended June 30, 2022 comprised the following:

Transfers In	Transfers Out:			Total
	General Fund	Capital Improvement Capital Projects Fund	Non-Major Governmental Funds	
Measure BB Special Revenue Fund	\$ -	\$ -	\$ 1,173,476	\$ 1,173,476
Capital Improvement Capital Projects Fund	3,517,830	-	-	3,517,830
Non-major Governmental Funds	3,088,426	-	1,900,000	4,988,426
Internal Service Funds	-	478,693	-	478,693
Total	\$ 6,606,256	\$ 478,693	\$ 3,073,476	\$ 10,158,425

The City Council authorized transfers from various funds for fiscal year 2021-22 to the following accounts and projects:

Capital Improvement Fund	\$ 1,142,830	Street Improvement Projects
Capital Improvement Fund	600,000	City Building Major Maintenance
Capital Improvement Fund	625,000	Parks Improvement Projects
Capital Improvement Fund	1,150,000	Police Headquarters and others
Measure BB Special Revenue Fund	1,173,476	Separation of Activities between Funds
Non-major Governmental Funds	50,000	Shuttle Improvements
Non-major Governmental Funds	4,235,826	Street Maintenance
Non-major Governmental Funds	550,000	Parking
Non-major Governmental Funds	152,600	Planning Fees
Information Management Services Fund	300,000	Financial Software System
Equipment Maintenance Fund	178,693	Vehicle Purchase
Total	\$ 10,158,425	

D. Internal Balances

Internal balances are presented only in the government-wide financial statements. They represent the net interfund receivables and payables remaining after the elimination of all such balances within government and business-type activities.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 6 – CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2022, the City’s capital assets consisted of the following:

	Governmental Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	\$ 16,471,405	\$ 5,234,310	\$ 21,705,715
Construction in Progress	14,743,502	6,525,557	21,269,059
Total non-depreciable assets	31,214,907	11,759,867	42,974,774
Depreciable assets:			
Buildings	82,705,552	68,814,409	151,519,961
Improvements	10,750,759	113,416	10,864,175
Machinery and Equipment	15,086,312	8,483,324	23,569,636
Licensed Vehicles	15,796,359	106,348	15,902,707
Infrastructure:			
Park Irrigation Systems	4,668,420	-	4,668,420
Medians Irrigation	10,145,502	-	10,145,502
Park Structures	12,656,615	-	12,656,615
Roadway	255,965,326	-	255,965,326
Sidewalk	74,895,578	-	74,895,578
Curb and Gutter	37,447,790	-	37,447,790
Underground Piping and Storm Drain	242,722	10,571,720	10,814,442
Water Pollution Plant	-	5,468,993	5,468,993
Total depreciable assets	520,360,935	93,558,210	613,919,145
Less accumulated depreciation	(374,450,820)	(20,712,307)	(395,163,127)
Total depreciable assets, net	145,910,115	72,845,903	218,756,018
Total capital assets	\$ 177,125,022	\$ 84,605,770	\$ 261,730,792

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 6 – CAPITAL ASSETS (Continued)

The following is a summary of capital assets for governmental activities:

	Balance July 1, 2021	Additions	Retirements	Transfers	Balance June 30, 2022
Non-Depreciable Assets:					
Land	\$ 16,471,405	\$ -	\$ -	\$ -	\$ 16,471,405
Construction in progress	22,486,170	3,628,633	-	(11,371,301)	14,743,502
Total Non-Depreciable Assets	<u>38,957,575</u>	<u>3,628,633</u>	<u>-</u>	<u>(11,371,301)</u>	<u>31,214,907</u>
Depreciable Assets:					
Buildings	82,705,552	-	-	-	82,705,552
Improvements	10,704,873	-	-	45,886	10,750,759
Machinery and equipment	12,902,859	1,417,973	(55,565)	821,045	15,086,312
Licensed vehicles	16,089,801	543,753	(837,195)	-	15,796,359
Infrastructure	385,549,378	-	(31,795)	10,504,370	396,021,953
Total Depreciable Assets	<u>507,952,463</u>	<u>1,961,726</u>	<u>(924,555)</u>	<u>11,371,301</u>	<u>520,360,935</u>
Accumulated Depreciation:					
Buildings	(31,378,391)	(1,525,294)	-	-	(32,903,685)
Improvements	(5,604,250)	(215,556)	-	-	(5,819,806)
Machinery and equipment	(9,649,896)	(623,339)	29,599	-	(10,243,636)
Licensed vehicles	(10,080,236)	(1,416,429)	837,194	-	(10,659,471)
Infrastructure	(301,547,159)	(13,308,857)	31,794	-	(314,824,222)
Total Accumulated Depreciation	<u>(358,259,932)</u>	<u>(17,089,475)</u>	<u>898,587</u>	<u>-</u>	<u>(374,450,820)</u>
Depreciable Assets, Net	<u>149,692,531</u>	<u>(15,127,749)</u>	<u>(25,968)</u>	<u>11,371,301</u>	<u>145,910,115</u>
Total Governmental Activities					
Capital Assets, Net	<u>\$ 188,650,106</u>	<u>\$ (11,499,116)</u>	<u>\$ (25,968)</u>	<u>\$ -</u>	<u>\$ 177,125,022</u>

Governmental activities depreciation expenses for capital assets for the year ended June 30, 2022, are as follows:

General Government	\$ 472,155
Public Safety	629,540
Engineering and Transportation	12,590,802
Recreation and Human services	1,573,850
Community Development	<u>472,155</u>
Subtotal	15,738,502
Capital assets held by the City's Internal Service Funds	<u>1,350,973</u>
Total Depreciation Expense	<u>\$ 17,089,475</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 6 – CAPITAL ASSETS (Continued)

The following is a summary of capital assets for business-type activities:

	Balance July 1, 2021	Additions	Retirements	Transfers	Balance June 30, 2022
Non-Depreciable Assets:					
Land	\$ 5,234,310	\$ -	\$ -	\$ -	\$ 5,234,310
Construction in progress	2,646,777	4,728,188	-	(849,408)	6,525,557
Total Non-Depreciable Assets	7,881,087	4,728,188	-	(849,408)	11,759,867
Depreciable Assets:					
Buildings	68,496,577	-	-	317,832	68,814,409
Improvements	113,416	-	-	-	113,416
Machinery and equipment	8,589,825	-	(106,501)	-	8,483,324
Licensed vehicles	152,989	16,956	(63,597)	-	106,348
Infrastructure	15,528,000	-	(18,863)	531,576	16,040,713
Total Depreciable Assets	92,880,807	16,956	(188,961)	849,408	93,558,210
Accumulated Depreciation:					
Buildings	(13,026,838)	(1,432,986)	-	-	(14,459,824)
Improvements	(113,416)	-	-	-	(113,416)
Machinery and equipment	(3,761,849)	(142,826)	91,811	-	(3,812,864)
Licensed vehicles	(98,018)	(5,606)	63,872	-	(39,752)
Infrastructure	(1,980,081)	(306,370)	-	-	(2,286,451)
Total Accumulated Depreciation	(18,980,202)	(1,887,788)	155,683	-	(20,712,307)
Total Business-Type Activities					
Capital Assets, Net	\$ 81,781,692	\$ 2,857,356	\$ (33,278)	\$ -	\$ 84,605,770

B. Funds Financial Statements

The Funds Financial Statements do not present General Government Capital Assets but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT

A. Governmental Activities Long-Term Debt

Summary of changes in governmental activities long-term debt for the year ended June 30, 2022, follows:

<i>Governmental Activity Debt:</i>	Balance June 30, 2021	Retirements	Balance June 30, 2022	Due within one year	Due in more than one year
Pension Obligation Bonds:					
2012 Taxable Pension Obligation Bonds	\$ 6,570,000	\$ (2,000,000)	\$ 4,570,000	\$ 2,185,000	\$ 2,385,000
Lease Revenue Bonds:					
2013 Refunding Lease Revenue Bonds					
City portion	5,352,000	(681,000)	4,671,000	710,000	3,961,000
2016 Refunding Lease Revenue Bonds	10,520,000	(970,000)	9,550,000	1,015,000	8,535,000
2018 Lease Revenue Bonds	18,905,000	-	18,905,000	-	18,905,000
Total Governmental Activity Debt	<u>41,347,000</u>	<u>(3,651,000)</u>	<u>37,696,000</u>	<u>3,910,000</u>	<u>33,786,000</u>
Direct Borrowings:					
Capital Leases:					
2016 Bank of America Equipment Lease	4,294,107	(333,816)	3,960,291	340,864	3,619,427
Total Capital Leases	<u>4,294,107</u>	<u>(333,816)</u>	<u>3,960,291</u>	<u>340,864</u>	<u>3,619,427</u>
Other Debt					
HUD 108 Loan - Guarantee Loan - Senior Center	1,188,000	(132,000)	1,056,000	132,000	924,000
Total Other Debt	<u>1,188,000</u>	<u>(132,000)</u>	<u>1,056,000</u>	<u>132,000</u>	<u>924,000</u>
Total Government Activity Debt	<u>46,829,107</u>	<u>(4,116,816)</u>	<u>42,712,291</u>	<u>4,382,864</u>	<u>38,329,427</u>
Plus unamortized:					
Discount (2012 POB)	(29,087)	10,119	(18,968)	(10,119)	(8,849)
Premium (2013 RLRB)	134,239	(19,888)	114,351	19,888	94,463
Premium (2016 RLRB)	1,310,827	(163,853)	1,146,974	163,853	983,121
Premium (2018 LRB)	1,178,416	(43,645)	1,134,771	43,645	1,091,126
Total General Long-term Obligations	<u>\$ 49,423,502</u>	<u>\$ (4,334,083)</u>	<u>\$ 45,089,419</u>	<u>\$ 4,600,131</u>	<u>\$ 40,489,288</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT (Continued)

2012 Taxable Pension Obligation Bonds

In 2012, the City issued \$18,305,000 principal amount of 2012 Taxable Pension Obligation Bonds (2012 POB). The purpose of the 2012 POB was to refinance the “side fund” obligations of the City to CalPERS with respect solely to the Public Safety Plan. Side funds with CalPERS are retired over a fixed term with a fixed amortization schedule based on CalPERS actuarial earnings assumption rate (7.65%). 2012 POB principal is due annually on December 1 and interest is due semi-annually on June 1 and December 1 through June 2024. Debt service is payable from available City resources.

The 2012 POB are general obligations of the City, payable solely from any legally available moneys or funds of the City. The bond covenants contain events of default that require the revenue of the City to be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. There were no such events during the fiscal year ending June 30, 2022.

At June 30, 2022, future debt service requirements for the City’s portion of the 2012 POB follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 2,185,000	\$ 247,716	\$ 2,432,716
2024	2,385,000	132,127	2,517,127
	<u>\$ 4,570,000</u>	<u>\$ 379,843</u>	<u>\$ 4,949,843</u>

2013 Refunding Lease Revenue Bonds

In April 2013, the City issued \$8,883,000 principal amount of 2013 Refunding Lease Revenue Bonds (2013 RLRB). The purpose of the 2013 RLRBs was to refund and retire the City’s 2003 COPs and 2001 COPs. The 2013 RLRBs bear interest rates ranging from 2.00% to 5.00% and are payable semiannually on each June 1 and December 1. Principal payments are payable annually on December 1.

The 2013 RLRBs are general obligations of the City, payable solely from and secured by Revenues and certain funds and accounts held under the Indenture. The bond covenants contain events of default that may result in the termination of the lease, collection of rent due and other monetary charges but do not terminate the City’s right to possession of the leased property as applied by the Trustee and specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. There were no such events occurred during the fiscal year ending June 30, 2022.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT (Continued)

At June 30, 2022, future debt service requirements for the City’s portion of the 2013 RLRB follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 710,000	\$ 163,996	\$ 873,996
2024	736,000	137,836	873,836
2025	762,000	113,017	875,017
2026	789,000	86,351	875,351
2027	824,000	51,944	875,944
2028	850,000	23,644	873,644
	<u>\$ 4,671,000</u>	<u>\$ 576,788</u>	<u>\$ 5,247,788</u>

2016 Refunding Lease Revenue Bonds

In fiscal year 2016-17, the San Leandro Public Financing Authority issued \$14,125,000 principal amount of 2016 Refunding Lease Revenue Bonds (2016 RLRB). The purpose of the 2016 RLRBs was to refinance the City’s 2007 COPs. The 2016 RLRBs bear interest rates ranging from 2.0% to 5.0% and are payable semiannually on each May 1 and November 1. Principal payments are payable annually on November 1.

The 2016 RLRBs are general obligations of the City, payable solely from and secured by Revenues and certain funds and accounts held under the Indenture. The bond covenants contain events of default that may result in the termination of the lease or may retain the lease and hold the City liable for all payments on an annual basis and still have the right to re-enter the leased property without effecting a surrender of the lease. These may be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. There were no such events occurred during the fiscal year ending June 30, 2022.

At June 30, 2022, future debt service requirements for the 2016 RLRBs follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 1,015,000	\$ 409,975	\$ 1,424,975
2024	1,070,000	357,850	1,427,850
2025	1,120,000	303,100	1,423,100
2026	1,180,000	260,350	1,440,350
2027	1,205,000	215,475	1,420,475
2028 - 2030	3,960,000	296,425	4,256,425
	<u>\$ 9,550,000</u>	<u>\$ 1,843,175</u>	<u>\$ 11,393,175</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT (Continued)

2018 Lease Revenue Bonds

In fiscal year 2018-19, the San Leandro Public Financing Authority issued \$18,905,000 principal amount of 2018 Lease Revenue Bonds (2018 LRB). The purpose of the 2018 LRBs was to finance the acquisition and construction of certain capital improvement projects of the City, anticipated to consist of improvements to the Police Headquarters and South Office Building, the Mulford-Marina Branch Library, Manor Park Competition Pool, Farrelly Pool, and Casa Peralta. The 2018 LRBs bear interest rates ranging from 3.5% to 5.0% and are payable semiannually on each May 1 and November 1. Principal payments are payable annually on November 1, beginning in 2030.

The 2018 LRBs are special obligations of the Authority payable solely from and secured by a pledge of Revenues and certain funds and accounts held under the Indenture on a parity with the 2016 RLRBs. The bond covenants contain events of default that may result in the termination of the lease or may retain the lease and hold the City liable for all payments on an annual basis and still have the right to re-enter the leased property without effecting a surrender of the lease. These may be applied by the Trustee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. There were no such events occurred during the fiscal year ending June 30, 2022.

At June 30, 2022, future debt service requirements for the 2018 LRBs are as follow:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ -	\$ 871,575	\$ 871,575
2024	-	871,575	871,575
2025	-	871,575	871,575
2026	-	871,575	871,575
2027	-	871,575	871,575
2028 - 2032	1,290,000	4,294,126	5,584,126
2033 - 2037	3,810,000	3,594,562	7,404,562
2038 - 2042	4,840,000	2,536,500	7,376,500
2043 - 2047	6,140,000	1,223,625	7,363,625
2048 - 2049	2,825,000	114,100	2,939,100
	<u>\$ 18,905,000</u>	<u>\$ 16,120,788</u>	<u>\$ 35,025,788</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT (Continued)

2016 Bank of America Equipment Lease

On July 21, 2016, the City entered into a direct borrowing Lease/Purchase Agreement with Bank of America, LLC to Lease/Purchase Equipment in the amount of \$5,409,045. The Equipment was for the installation of energy efficiency improvements on various City-owned facilities. The interest is 2.10% payable over 16 years.

At June 30, 2022, future debt service requirements for the 2016 equipment lease follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 340,864	\$ 81,389	\$ 422,253
2024	348,059	74,190	422,249
2025	355,407	66,842	422,249
2026	362,909	59,340	422,249
2027	370,571	51,679	422,250
2028 - 2032	1,973,552	137,698	2,111,250
2033	208,929	2,189	211,118
	\$ 3,960,291	\$ 473,327	\$ 4,433,618

HUD 108 Guarantee Loan – Senior Center

In 2011, the City received a direct borrowing \$2,500,000 20-year federal loan from HUD, at an interest rate of 3% to finance the acquisition and construction of a senior center facility within the City of San Leandro. The loan is secured and payable from the Community Development Block Grant Fund.

The loan covenants contain events of default which include collection of any funds pledged under the contract, withholding the guarantee of any or all obligations not yet disbursed to the City or the Loanee may direct the City's financial institution to refuse to release any loan funds held in loan accounts, repayment accounts and investment accounts to the City. These events may be applied by the Loanee as specified in the terms of the agreement if any of the following conditions occur: default on debt service payments; the failure of the City to observe or perform the conditions, covenants, or agreement terms of the debt; bankruptcy filing by the City; or if any court or competent jurisdiction shall assume custody or control of the City. There were no such events occurred during the fiscal year ending June 30, 2022.

At June 30, 2022 future debt service requirements for the HUD 108 Guarantee loan follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 132,000	\$ 41,256	\$ 173,256
2024	132,000	36,135	168,135
2025	132,000	30,882	162,882
2026	132,000	25,496	157,496
2027	132,000	19,991	151,991
2028 - 2030	396,000	25,992	421,992
	\$ 1,056,000	\$ 179,752	\$ 1,235,752

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT (Continued)

CEC Loan

On January 28, 2022, the City entered into a direct borrowing loan agreement with the California Energy Commission (CEC) in the total principal amount of \$1,284,140, for the purpose of financing various energy savings projects. The loan will bear interest at 1.0%. As of June 30, 2022, the City has not drawn down or received any funds.

B. Long-Term Debt of Business-Type and Proprietary Funds

Summary of changes in long-term debt of business-type and proprietary funds for the year ended June 30, 2022:

<i>Direct Borrowings</i>	Balance June 30, 2021	Retirements	Balance June 30, 2022	Due Within one year	Due in more than one year
State Water Resources Control Board	\$ 33,994,642	\$ (1,882,003)	\$ 32,112,639	\$ 1,930,936	\$ 30,181,703
Marina Notes	227,467	(93,273)	134,194	45,334	88,860
Climatec Lease	7,624,924	(441,265)	7,183,659	450,042	6,733,617
Total	<u>\$ 41,847,033</u>	<u>\$ (2,416,541)</u>	<u>\$ 39,430,492</u>	<u>\$ 2,426,312</u>	<u>\$ 37,004,180</u>

State Water Resources Control Board

On August 4, 2011, the City entered into a direct borrowing Finance Agreement with the State Water Resources Control Board in the total principal amount of \$43,000,000, for the purpose of financing the Wastewater System Expansion and Improvement Project. The loan bears an interest rate of 2.6%. Principal and interest payments are payable annually on July 1. The debt is secured by the WPCP Enterprise Fund operating revenues. The project was completed in fiscal year 2016-17.

Pursuant to the agreement, the City is expected to obtain net revenues of the Water system to be equal to at least 1.20 times the total annual debt service in such fiscal year. In fiscal year 2020-21, net revenues amounted to \$6,960,237 which represented coverage of 252% under the \$2,765,864 in debt service. Future debt service is expected to average \$3 million per year through fiscal year 2035-36 for a total of \$41.5 million. The City is authorized under Prop 218 to increase up to 9.5% and in fiscal year 2022, the City requested a 7% increase. The City will evaluate its current financial situation and might propose another hike to meet the coverage expectation. Cash and investments are sufficient to meet any debt service requirement, until rates increased.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT (Continued)

At June 30, 2022, future debt service requirements for the State Water Resources Control Board loan are as follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 1,930,936	\$ 834,929	\$ 2,765,865
2024	1,981,140	784,724	2,765,864
2025	2,032,650	733,215	2,765,865
2026	2,085,499	680,366	2,765,865
2027	2,139,722	626,143	2,765,865
2028 - 2032	11,562,599	2,266,723	13,829,322
2033 - 2036	10,380,093	683,363	11,063,456
	<u>\$ 32,112,639</u>	<u>\$ 6,609,463</u>	<u>\$38,722,102</u>

Marina Cal Boating Notes Payable

The City entered into various direct borrowing construction loan agreements with the California Department of Boating and Waterways in the total principal amount of \$5,331,032. The loans bear an average interest rate of 4.50%. Principal and interest payments are payable annually on each August 1. The debt is secured by Shoreline Enterprise Fund operating revenues.

At June 30, 2022, future debt service requirements for the Marina Cal Boating Notes Payable are as follows:

For The Year Ending	Principal	Interest	Total
2023	\$ 45,334	\$ 6,039	\$ 51,373
2024	20,770	3,999	24,769
2025	21,705	3,064	24,769
2026	22,682	2,087	24,769
2027	23,703	1,067	24,770
	<u>\$ 134,194</u>	<u>\$ 16,256</u>	<u>\$ 150,450</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 7 – LONG-TERM DEBT (Continued)

2020 Bank of America Equipment Lease

On January 22, 2021, the City entered into a direct borrowing Lease/Purchase Agreement (Climatec Lease) with the Bank of America, LLC to Lease/Purchase Equipment in the amount of \$7,624,924. The Equipment was for the installation of energy efficiency equipment. The loan bears an interest rate of 1.989% per annum. Principal and interest payments are payable annually on January 22. The debt is secured by Water Pollution Control Plant Enterprise Fund's operating revenues.

At June 30, 2022, future debt service requirements for the Climatec Lease are as follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 450,042	\$ 142,883	\$ 592,925
2024	458,993	133,932	592,925
2025	468,123	124,802	592,925
2026	477,434	115,491	592,925
2027	486,930	105,995	592,925
2028 - 2032	2,583,836	380,789	2,964,625
2033 - 2036	2,258,301	113,400	2,371,701
	\$ 7,183,659	\$ 1,117,292	\$ 8,300,951

C. Debt Covenants and Restrictions

For fiscal year 2021-22, the City complied with all general and specific covenants regarding debt proceeds usage and debt repayment. In accordance with bond official statements, the City also maintained adequate reserves for all debt issues.

NOTE 8 – COMPENSATED ABSENCES

The City's compensated absences consist of accrued vacation pay, sick leave, and accrued compensatory time. The total amount of the accrued liability is recorded in the Government-wide Financial Statements and charges for compensated absences expense is charged to the various program activities in the Governmental funds, primarily the General Fund, Internal Service funds, and all Proprietary funds.

A summary of changes in compensated absences for the year ended June 30, 2022 is as follows:

	Balance July 1, 2021	Additions	Retirements	Balance June 30, 2022	Due within one year	Due in more than one year
Governmental Activities	\$ 4,070,917	\$ 820,192	\$ 1,768,836	\$ 3,122,273	\$ 881,441	\$ 2,240,832
Business-type Activities	703,366	64,439	122,802	645,003	161,251	483,752
Total	\$ 4,774,283	\$ 884,631	\$ 1,891,638	\$ 3,767,276	\$ 1,042,692	\$ 2,724,584

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 9 – UNEARNED REVENUE

Governmental-Wide Financial Statements

Unearned revenue in the Government-Wide Financial Statements represents amounts for which revenues have not been earned. At June 30, 2022, unearned revenue in the Government-Wide Financial Statements was \$4,418,508 for Governmental Activities and \$6,964 for Business-type Activities.

NOTE 10 – NET POSITION AND FUND BALANCES

A. 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 regardless of fund. Net Position is divided into three captions. These captions apply only to Net Position, which is determined only at the Government-wide level, and are described below:

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.

Restricted net position 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. These principally include capital projects, debt service requirements, and special revenue programs restricted to special revenue purposes such as Measure B, Measure BB, Measure F, special Gas Tax, Grant funds, and other special revenue funds.

Unrestricted describes the portion of Net Position which is not restricted to use.

B. Fund Balances

Governmental fund balances represent the net current assets of each fund. Net current assets generally represent a fund's cash and receivables, less its liabilities.

The City's fund balances are classified in accordance with Governmental Accounting Standards Board Statement Number 54 (GASB 54), *Fund Balance Reporting and Governmental Fund Type Definitions*, which requires the City to classify its fund balances based on spending constraints imposed on the use of resources. For programs with multiple funding sources, the City prioritizes and expends funds in the following order: Restricted, Committed, Assigned, and Unassigned. Each category in the following hierarchy is ranked according to the degree of spending constraint:

Nonspendable represents balances set aside to indicate items do not represent available, spendable resources even though they are a component of assets. Fund balances required to be maintained intact, such as Permanent Funds, and assets not expected to be converted to cash, such as prepaid, notes receivable, and land held for redevelopment are included. However, if proceeds realized from the sale or collection of nonspendable assets are restricted, committed or assigned, then Nonspendable amounts are required to be presented as a component of the applicable category.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 10 – NET POSITION AND FUND BALANCES (Continued)

Restricted fund balances have external restrictions imposed by creditors, grantors, contributors, laws, regulations, or enabling legislation which requires the resources to be used only for a specific purpose. Encumbrances and nonspendable amounts subject to restrictions are included along with spendable resources.

Committed fund balances have constraints imposed by formal action of the City’s highest level decision-making authority. The City Council is the highest level of decision-making authority for the City that can, by adoption of a resolution prior to end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken to remove or revise the limitation. Encumbrances and nonspendable amounts subject to council commitments are included along with spendable resources. As of June 30, 2022, the City does not have committed fund balance.

Assigned fund balances are amounts constrained by the City’s intent to be used for a specific purpose, but are neither restricted nor committed. Intent is expressed through City Council resolution and/or budget document or its designee (City Manager) and may be changed at the discretion of the City Council or its designee. This category includes encumbrances; Nonspendable, when it is the City’s intent to use proceeds or collections for a specific purpose, and residual fund balances, if any, of Special Revenue, Capital Projects and Debt Service Funds which have not been restricted or committed.

Unassigned fund balance represents residual amounts that have not been restricted, committed, or assigned. This includes the residual general fund balance and residual fund deficits, if any, of other governmental funds.

C. Encumbrances

The City uses an encumbrance system as an extension of normal budgetary accounting for governmental funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year-end are recorded as restricted, committed or assigned fund balance, depending on the classification of the resources to be used to liquidate the encumbrance, since they do not constitute expenditures or liabilities. Outstanding encumbrances at year-end are automatically reappropriated for the following year. Unencumbered and unexpended appropriations lapse at year-end.

As of June 30, 2022, the General Fund had outstanding encumbrances of \$1,214,010.

D. Contingency Arrangements

The City’s annual budget requires the City to implement and maintain fund balance to handle any unforeseen contingencies in the future, rather than continued reliance on the City’s operating General Fund reserves. These unforeseen contingencies include Economic Uncertainty, major Emergencies and Contingencies. As of June 30, 2022, the following are reported within the unassigned fund balance of the General Fund:

Compensated Absences	\$	999,852
Major Emergencies		5,000,000
Economic Uncertainty		26,725,400
Other Remaining Unassigned		39,767,795
Total	\$	72,493,047

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 10 – NET POSITION AND FUND BALANCES (Continued)

Detailed classifications of the City’s Fund Balances, as of June 30, 2022, are below:

	General Fund	Measure BB Special Revenue Fund	Capital Improvement Capital Project Fund	Non-Major Governmental Funds	Total
Nonspendables:					
Advances to Other Funds	\$ 6,041,796	\$ -	\$ -	\$ -	\$ 6,041,796
Loans receivable	1,176,802	-	-	-	1,176,802
Total Nonspendable Fund Balances	7,218,598	-	-	-	7,218,598
Restricted for:					
Pension contributions	5,641,874	-	-	-	5,641,874
Internship	50,000	-	-	-	50,000
Capital Improvement Projects	-	-	30,708,497	-	30,708,497
Non-Major Governmental Funds					
Special Assessment District Debt Service	-	-	-	121	121
San Leandro Public Financing Authority	-	-	-	416,098	416,098
GHAD	-	-	-	13,622	13,622
Affordable Housing	-	-	-	3,103,830	3,103,830
Street/ Traffic Improvements	-	-	-	1,608,672	1,608,672
Park Development Fees	-	-	-	2,141,697	2,141,697
Underground Utility	-	-	-	3,101,320	3,101,320
Parking	-	-	-	125,190	125,190
Special Gas Tax	-	-	-	4,418,177	4,418,177
Cherrywood Maintenance	-	-	-	508,636	508,636
Measure B - Paratransit	-	-	-	686,554	686,554
Asset Seizure	-	-	-	961,425	961,425
Heron Bay	-	-	-	341,472	341,472
Proposition 1B - Local Streets & Roads	-	-	-	13,845	13,845
Measure B	-	-	-	2,076,979	2,076,979
Measure F	-	-	-	1,194,931	1,194,931
CDBG	-	-	-	122,976	122,976
HOME	-	-	-	1,059,160	1,059,160
Housing In- Lieu	-	-	-	258,799	258,799
Business Improvement District	-	-	-	485,346	485,346
Public Education and Government	-	-	-	714,965	714,965
Total Restricted Fund Balances	5,691,874	-	30,708,497	23,353,815	59,754,186
Assigned to:					
Departmental projects	1,214,010	-	-	-	1,214,010
ACFD OPEB	8,222,725	-	-	-	8,222,725
Total Assigned Fund Balances	9,436,735	-	-	-	9,436,735
Unassigned:					
General fund - Compensated Absences	999,852	-	-	-	999,852
General fund - Major Emergencies	5,000,000	-	-	-	5,000,000
General fund - Economic Uncertainty	26,725,400	-	-	-	26,725,400
General fund - Other	46,341,535	-	-	-	46,341,535
Deficit balance	-	(2,117,873)	-	(710,443)	(2,828,316)
Total Unassigned Fund Balances	79,066,787	(2,117,873)	-	(710,443)	76,238,471
Total Fund Balances	\$ 101,413,994	\$ (2,117,873)	\$ 30,708,497	\$ 22,643,372	\$ 152,647,990

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 11 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Fund Deficits

At June 30, 2022, the Measure BB Special Revenue Fund, Special Grants Special Revenue Fund, and the Storm Water Utility Enterprise Fund had a net position deficits of \$2,117,873, \$710,443 and \$1,951,395, respectively.

B. Expenditures in Excess of Appropriations

Excess of expenditures over appropriations approved by the City Council occurred in individual funds during the fiscal year 2021-22 as follows:

Fund/Department	Expenditure	Appropriation	Excess
Special Revenue Funds			
Cherrywood Maintenance District	\$ 459	\$ 452	\$ (7)

NOTE 12 – INSURANCE

The City provides workers' compensation benefits under self-insurance programs. Claims outstanding, including claims incurred but not reported, are estimated and recorded as liabilities in the Self Insurance Internal Service Fund. The City's self-insured retention limit for workers' compensation is \$250,000 per claim. The City is a member of the Local Agency Workers' Compensation Excess Joint Powers Authority (LAWCX). This coverage includes a limit of \$45 million for excess workers compensation, \$5 million for employer's liability, and a statutory excess layer of \$50 million.

The City is a member of California Joint Powers Risk Management Authority (CJPRMA), which provides annual general liability coverage in an aggregate up to \$40 million. The City is self-insured for the first \$500,000 for liability losses. The City has had no settlements that exceed the self-insured retention coverage in the last five fiscal years.

The City's deposits in the CJPRMA equal the ratio of the City's payroll to the total payrolls of all entities participating in the same layer of each program in each program year. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating. Estimated claims liabilities, as shown below, are presented on a basis of actuarial value as determined by the City's actuary, who determines the expected value of the overall claim based upon certain criteria of the claim.

The following provides a reconciliation of claims and judgments:

	Liability Balance July 1	Current Year Claims and Changes in Estimates	Claims for Payments in Current and Prior Fiscal Years	Liability Balance June 30	Liability Due in One Year
2019-2020	\$ 6,825,696	\$ 3,302,409	\$ (2,464,858)	\$ 7,663,247	\$ 1,170,645
2020-2021	7,663,247	1,304,621	(1,916,234)	7,051,634	4,233,746
2021-2022	7,051,634	2,241,399	(2,223,164)	7,069,869	4,251,981

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 13 – COMMITMENTS AND CONTINGENCIES

The City participates in several Federal and State grant programs. These programs have been audited by the City's independent accountants in accordance with the provisions of the Federal Single Audit Act as amended and applicable State requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures that may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

The City is a defendant in a number of lawsuits which have arisen in the normal course of business. While substantial damages are alleged in some of these actions, their outcome cannot be predicted with certainty. In the opinion of the City Attorney, these actions when finally adjudicated will not have a material adverse effect on the financial position of the City. As discussed in Note 12 to the Financial Statements, the City maintains a Self-Insurance Fund which has reserves of \$2,927,700 at the end of June 30, 2022. These reserves are available to satisfy any future liability.

A. Sales Tax Reimbursement Agreement

The City has entered into a sales tax reimbursement agreement in order to encourage construction and improvement of property sites within the City. In return, the City is expected to make annual reimbursement payments until the full amount of assistance has been remitted or over a twenty (20) year period, whichever comes sooner. The annual cost of each reimbursement payment commitment is equal to 50% of the net sales tax generated and received by the City above a base amount of \$277,000 as stipulated in the approved agreements.

For financial reporting purposes, GASB Statement No. 77 defines a tax abatement as resulting from an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. According to GASB Statement No. 77, the substance of this sales-tax reimbursement agreement meets the definition of "tax abatements."

Pursuant to the Sales and Use Tax law (chapter 8 – Article 1 – section 7056), in order to protect the confidential information of the sales taxes collected and abatements provided to each of the specific agencies, the City has presented the aggregate amount abated during the current fiscal year.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 14 – PENSIONS PLAN

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City’s California Public Employees’ Retirement System (CalPERS) plans (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.

A. Plan Descriptions and Summary of Balances by Plan

All qualified permanent employees are eligible to participate in the City’s defined benefit pension plans:

- Miscellaneous (all other) agent multiple-employer plan
- Safety cost-sharing multiple-employer plan

These plans are 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 plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Below is a summary of the deferred outflows of resources, net pension liabilities, and deferred inflows of resources by Plan for the year ended June 30, 2022:

	Deferred Outflows of Resources	Net Pension Liability	Deferred Inflows of Resources
Miscellaneous	\$ 11,858,397	\$ 72,712,627	\$ 24,342,518
Safety	22,128,946	68,504,096	46,221,859
Total	<u>\$ 33,987,343</u>	<u>\$ 141,216,723</u>	<u>\$ 70,564,377</u>

Benefits Provided – CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The cost of living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law. The Pension Reform Act of 2013 (PEPRA), Assembly Bill 340, is applicable to employees new to CalPERS and hired after December 31, 2012.

During the fiscal year 2019, the City adopted amendments with CalPERS that allows sharing of additional employer costs passed to the employees. The City implemented a cost sharing within the pension plans among San Leandro Police Officers’ Association (SLPOA). This included SLPOA staff picking up the employers CalPERS share of 3%. These are the maximum under CalPERS law for the passing on of costs of the employer’s share. These were amendment changes to the contract between the Board of Administration California Public Employees’ Retirement System and the City as proposed changes in Section 20516 (Employees Sharing Additional Costs). Increase in employee contribution rates result in a respective decrease in employer contribution rates.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 14 – PENSIONS PLAN (Continued)

The Plans' provisions and benefits in effect at June 30, 2022, are summarized as follows:

	Miscellaneous		
	Prior to May 6, 2010	On or after May 6, 2010 to January 1, 2013	On or after January 1, 2013
Hire date			
Benefit formula	2.5% @ 55	2% @ 55	2% @ 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 to 55	50 to 55	52 to 62
Monthly benefits, as a % of eligible compensation	2.000% - 2.700%	1.092% - 2.418%	1.000% - 2.500%
Required employee contribution rates	8.00%	7.00%	6.75%
Required employer contribution rates, (blended)	10.23%	10.23%	10.23%

	Safety	
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	3% @ 50	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50	50 to 57
Monthly benefits, as a % of eligible compensation	3.00%	2.000% - 2.700%
Required employee contribution rates	9.00%	13.75%
Required employer contribution rates	25.59%	13.98%

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded accrued liability (UAL). The dollar amounts are billed on a monthly basis. The City's required contribution for the UAL in the Miscellaneous and Safety Plans were for the fiscal year ended June 30, 2022, \$8,130,380 and \$7,217,291 respectively.

Employees Covered – The following employees were covered by the benefit terms for the Miscellaneous Plan as of the most recent actuarial valuation date of June 30, 2020 and measurement date of June 30, 2021:

	<u>Miscellaneous</u>
Active employees	253
Inactive employees entitled but not yet receiving benefits	346
Inactive employees or beneficiaries currently receiving benefits	<u>667</u>
Total	<u><u>1,266</u></u>

* All Tiers of the Miscellaneous plan were combined together on GASB 68 report by CalPERS

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 14 – PENSIONS PLAN (Continued)

Contributions – Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS.

The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2022, the contributions recognized as part of pension expense for the Plan were as follows:

	Miscellaneous	Safety	Total
Contributions - employer	\$ 10,532,119	\$ 9,552,942	\$ 20,085,061

B. Information Common to the Miscellaneous and Safety Plans

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 Plan is measured as of June 30, 2021, using an annual actuarial valuation as of June 30, 2020 rolled forward to June 30, 2021 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, 2020 actuarial valuations were determined using the following actuarial assumptions:

	All Plans
Valuation Date	6/30/2020
Measurement Date	6/30/2021
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase	(1)
Investment Rate of Return	7.15% (2)
Mortality	Derived using CalPERS Membership Data for all Funds (3)
Post Retirement Benefit Increase	Purchasing Power Protection Allowance floor on purchasing power applies, 2.5% thereafter

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

(2) Net of pension plan investment expenses, includes inflation.

(3) The mortality table used was developed based on CalPERS’ specific data. The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre-retirement and post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from December 2017 that can be found on the CalPERS website.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 14 – PENSIONS PLAN (Continued)

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

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.

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

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)
Public Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
Total	100.0%		

- (a) In the CalPERS Annual Comprehensive Financial Report, Fixed Income is include 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 2.0% used for this period
- (c) An expected inflation of 2.92% used for this period

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 14 – PENSION PLAN (Continued)

C. Miscellaneous (All Other) Agents Multiple-Employer Plan

The changes in the Net Pension Liability for the City’s Miscellaneous Plan are as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2021	\$ 319,581,958	\$ 215,399,318	\$ 104,182,640
Changes in the year:			
Service cost	3,844,792	-	3,844,792
Interest on the total pension liability	22,444,027	-	22,444,027
Changes of benefit terms	-	-	-
Changes of assumptions	-	-	-
Differences between expected and actual experience	1,977,496	-	1,977,496
Plan to plan resource movement	-	-	-
Contributions - employer	-	9,720,658	(9,720,658)
Contributions - employees	-	1,724,547	(1,724,547)
Net investment income	-	48,506,294	(48,506,294)
Benefit payments, including refunds of employee contributions	(19,158,743)	(19,158,743)	-
Administrative expense	-	(215,171)	215,171
Other Miscellaneous Income/(Expense)	-	-	-
Net changes	<u>9,107,572</u>	<u>40,577,585</u>	<u>(31,470,013)</u>
Balance at June 30, 2022	<u>\$ 328,689,530</u>	<u>\$ 255,976,903</u>	<u>\$ 72,712,627</u>

D. Safety Cost-Sharing Multiple-Employer Plan

As of June 30, 2022, the Safety cost-sharing plan reported net pension liabilities for its proportionate shares of the net pension liability at \$68,504,096.

The Safety Plan net pension liability is measured as the proportionate share of the net pension liability in the State-wide pool. The City’s proportion of the net pension liability was based on a projection of the City’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The City’s proportionate share of the net pension liability for the Safety Plan as of June 30, 2020 and 2021 was as follows:

	Safety
Proportion - June 30, 2020	0.917952%
Proportion - June 30, 2021	1.266650%
Change - Increase (Decrease)	<u>0.348698%</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 14 – PENSION PLAN (Continued)

E. Other Information

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the net pension liability of the City for the Plan, calculated using the discount rate for the Plan, 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 or 1-percentage point higher than the current rate:

	Miscellaneous	Safety
1% Decrease	6.15%	6.15%
Net Pension Liability	\$ 112,681,787	\$ 112,140,826
Current Discount Rate	7.15%	7.15%
Net Pension Liability	\$ 72,712,627	\$ 68,504,096
1% Increase	8.15%	8.15%
Net Pension Liability	\$ 39,466,814	\$ 32,661,913

Pension Plan Fiduciary Net Position – Detailed information about each pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions – For the year ended June 30, 2022, the City recognized total pension expense of \$5,234,058 for both the Miscellaneous and Safety Plans. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Agent-Multiple - Miscellaneous		
Pension contributions subsequent to measurement date	\$ 10,532,119	\$ -
Differences between actual and expected experience	1,326,278	-
Changes in assumptions	-	-
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	-	-
Net differences between projected and actual earnings on plan investments	-	(24,342,518)
Total	\$ 11,858,397	\$ (24,342,518)
Cost-Sharing - Safety		
Pension contributions subsequent to measurement date	\$ 9,552,942	\$ -
Differences between actual and expected experience	11,703,866	-
Changes in assumptions	-	-
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	-	(5,202,852)
Net differences between projected and actual earnings on plan investments	-	(40,773,106)
Change in Proportions	872,138	(245,901)
Total	\$ 22,128,946	\$ (46,221,859)

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 14 – PENSION PLAN (Continued)

The \$10,532,119 and \$9,552,942 for Miscellaneous and Safety, respectively, will be reported as deferred outflows of resources related to contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Miscellaneous	Safety	Total
	Plan	Plan	
	Annual	Annual	Annual
	Amortization	Amortization	Amortization
2023	\$ (5,065,712)	\$ (6,170,146)	\$ (11,235,858)
2024	(5,455,042)	(7,197,542)	(12,652,584)
2025	(5,815,571)	(9,057,977)	(14,873,548)
2026	(6,679,915)	(11,220,190)	(17,900,105)
	<u>\$ (23,016,240)</u>	<u>\$ (33,645,855)</u>	<u>\$ (56,662,095)</u>

F. Section 115 Pension Trust Fund

In June 2021, the City established a Section 115 irrevocable trust with the Public Agency Retirement Services (PARS). During fiscal year ended June 30, 2022, the City contributed \$6,500,000 into the trust.

G. Reduction in CalPERS Discount Rate

On July 12, 2021, CalPERS reported a preliminary 21.3% net return on investments for fiscal year 2020-21. Based on the thresholds specified in CalPERS Funding Risk Mitigation policy approved by the CalPERS Board in 2015, the excess return of 14.3% prescribes a reduction in investment volatility that corresponds to a reduction in the discount rate used for funding purposes of 0.20%, from 7.00% to 6.80%. Since CalPERS was in the final stages of the four-year Asset Liability Management (ALM) cycle, the CalPERS Board elected to defer any changes to the asset allocation until the ALM process concluded, and the board could make its final decision on the asset allocation in November 2021.

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

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 15 – OTHER POST EMPLOYMENT BENEFITS

OPEB Liabilities, OPEB Expenses and Deferred Outflows/Inflows of Resources Related to OPEB - For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's OPEB Plan and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by PARS. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

A. Plan Description

The City administers a multiple-employer defined-benefit post-employment healthcare plan. Dependents are eligible to enroll, and benefits continue to surviving spouses. The plan was established by City Council in fiscal year 2009-10 and provides reimbursements to retirees for qualified expenses. Retirees who have between five and fifteen years of service and meet certain criterion based upon retirement date, household income in the most recent calendar year, and age are entitled to reimbursements for qualified expenses.

Benefits Provided - Eligibility for retiree health benefits requires retirement from the City. Retirees may receive up to \$360 monthly medical and \$115.74 monthly dental reimbursement prior to age 65. Some retirees may receive \$200 monthly medical reimbursement from age 65 to age 70. With the exception of certain retirees who are eligible for the \$200 payment as discussed, after age 65, the retirees receive the PEMHCA minimum amount only.

Amendments to benefit provisions are negotiated by various bargaining units at the City and must be approved by Council. In fiscal year 2008-09, the City established an irrevocable exclusive agent multi-employer benefit trust which is administered by Public Agency Retirement Services (PARS). The trust will be used to accumulate and invest assets necessary to reimburse retirees. No separate financial reports are issued by PARS for the OPEB plan.

Employees Covered by Benefit Terms – Membership in the plan consisted of the following at the measurement date of June 30, 2022:

Active employees		251
Inactives currently receiving benefit payments		298
Inactive entitled to but not yet receiving benefit payments		211
Total		760

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 15 – OTHER POST EMPLOYMENT BENEFITS (Continued)

B. Net OPEB Liability

Actuarial Methods and Assumptions – The City’s net OPEB liability was measured as of June 30, 2022 and the total OPEB liability used to calculate the net OPEB liability was determined on actuarial valuation date that was rolled forward using standard update procedures to determine the total OPEB liability as of the measurement date, based on the following actuarial methods and assumptions:

Actuarial Assumptions	June 30, 2022 Measurement Date
Valuation Date	• June 30, 2021
Actuarial Cost Method	• Entry Age Normal Level Percentage of Payroll
Funding Policy	• City contributes full Actuarial Determined Contribution
Discount Rate	• 4.50%
General Inflation	• 2.50% annually
Mortality, Retirement, Disability, Termination	• CalPERS 1997-2015 Experience Study
Salary Increases	• 2.75% • Additional merit-based on CalPERS merit 1997 - 2015 Experience Study
Healthcare Cost Trend	• Non-Medicare - 6.50% for 2023, decreasing to an ultimate rate of 3.75% in 2076 • Medicare - 5.60% for 2023, decreasing to an ultimate rate of 3.75% in 2076
Mortality Improvement	• Mortality projected fully generational with Scale MP-2021.
PEMHCA Minimum Increases	• 4.00% Annually.

The long-term expected rate of return on OPEB plan investments (comprised of capital appreciation and reinvestment of dividends, interest, and other distributions) is determined through a combination of historical rates of returns, valuation projections, and economic expectations. The expected return is then calculated by weighting the returns for each asset class according to the exposure as determined by HighMark’s current strategic allocation. Expected returns are developed and annually reviewed. The target allocation and best estimates of real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	29.00%	4.56%
Fixed Income	65.00%	0.78%
REITs	1.00%	4.06%
Cash	5.00%	-0.50%
Total	100.0%	

Discount Rate – The discount rate used to measure the total OPEB liability is 4.50% for fiscal year 2022, which was a decrease in the discount rate of 5.25% used in the prior year’s valuation. This is the expected long-term rate of return on City assets using a Moderately Conservative Highmark PLUS fund within the Public Agency Retirement Services (PARS). The projection of cash flows used to determine the discount rate assumed that the City contribution will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan’s fiduciary net position is projected to cover all future OPEB payments. Therefore, the discount rate was set equal to the long-term expected rate of return.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 15 – OTHER POST EMPLOYMENT BENEFITS (Continued)

C. Changes in Net OPEB Liability

The changes in the net OPEB liability follows:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (a) - (b)
Balance at June 30, 2021 Measurement Date	\$ 24,559,435	\$ 21,807,092	\$ 2,752,343
Changes Recognized for the Measurement Period:			
Service Cost	894,409	-	894,409
Interest on the total OPEB liability	1,302,546	-	1,302,546
Changes in benefit terms	-	-	-
Differences between expected and actual experience	(3,116,104)	-	(3,116,104)
Changes of assumptions	1,324,642	-	1,324,642
Employer contributions - City	-	1,286,842	(1,286,842)
Employer contributions - Implicit subsidy	-	-	-
Net investment income	-	(2,610,009)	2,610,009
Benefit payments	(1,286,842)	(1,286,842)	-
Implicit rate subsidy fulfilled	-	-	-
Administrative expenses	-	(42,746)	42,746
Net changes	(881,349)	(2,652,755)	1,771,406
Balance at June 30, 2022 Measurement Date	\$ 23,678,086	\$ 19,154,337	\$ 4,523,749
Plan fiduciary net position as percentage of the total OPEB liability			80.89%

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

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

Net OPEB Liability/(Asset)		
Discount Rate -1% (3.50%)	Current Discount Rate (4.50%)	Discount Rate +1% (5.50%)
\$ 7,767,624	\$ 4,523,749	\$ 1,861,394

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates (5.60% in 2023, trending down to 3.75% in 2076):

Net OPEB Liability/(Asset)		
1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
\$ 1,469,930	\$ 4,523,749	\$ 8,363,646

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 15 – OTHER POST EMPLOYMENT BENEFITS (Continued)

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

For the year ended June 30, 2022, the City recognized OPEB expense of \$582,150. At June 30, 2022, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 1,851,775	\$ -
Differences between expected and actual experience	437,240	(2,613,507)
Net differences between projected and actual earnings on plan investments	2,009,233	-
Total	<u>\$ 4,298,248</u>	<u>\$ (2,613,507)</u>

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

Year Ended June 30	Annual Amortization
2023	\$ 709,564
2024	684,444
2025	175,664
2026	461,806
2027	(288,945)
Thereafter	<u>(57,792)</u>
Total	<u>\$ 1,684,741</u>

NOTE 16 – JOINTLY GOVERNED ORGANIZATIONS

The City of San Leandro participates in the East Bay Dischargers Authority established on February 15, 1974. The Agency Members of the Joint Powers are the City of Hayward, City of San Leandro, Oro Loma Sanitary District, Castro Valley Sanitary District, and Union Sanitary District. The authority has the powers to plan for, acquire, construct, manage, maintain, operate, and control facilities for the collection, transmission, treatment, reclamation, sale and disposal of waste water. No debt, liability, or obligation of the Authority shall constitute a debt, liability or obligation of any Agency.

The Authority is governed by the East Bay Dischargers Commission (Commission). The Commission consists of five members, one from each Agency. The ownership of the Joint Facilities is as follows: 13.74%, City of San Leandro; 29.44% Oro Loma/Castro Valley; 14.72% City of Hayward; and 42.10% Union Sanitary District. The City's share of the expenses are recorded as expenses of the Water Pollution Control Fund.

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 17 – SUCCESSOR AGENCY ACTIVITIES

A. Cash and Investments

Cash and investments at June 30, 2022, consisted of the following:

Statement of net position:

Cash and Investments	\$	2,418,665
Cash and Investments held by fiscal agents		21
Total cash and investments	\$	2,418,686

The Successor Agency pools its cash and investment with the City in order to achieve a higher return on investment. Certain restricted funds, which are held and invested by independent custodians through contractual agreements, are not pooled. These restricted funds include cash with fiscal agents.

B. Capital Assets

The Successor Agency assumed the capital assets of the former Redevelopment Agency as of February 1, 2012. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. The Successor Agency’s policy is to capitalize all assets with costs exceeding certain minimum thresholds and with useful lives exceeding two years.

All capital assets with limited useful lives are depreciated over their estimated useful lives. The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year’s pro rata share of the cost of capital assets.

C. Long-Term Debt Obligations

At June 30, 2022, future debt service requirements for the Successor Agency were as follows:

	<u>Balance</u> <u>June 30, 2021</u>	<u>Retirements</u>	<u>Balance</u> <u>June 30, 2022</u>	<u>Current</u> <u>Portion</u>	<u>Long-Term</u> <u>Portion</u>
2013 Refunding Lease Revenue Bonds					
Successor Agency Portion	\$ 1,523,000	\$ (234,000)	\$ 1,289,000	\$ 240,000	\$ 1,049,000
2014 Tax Allocation Refunding Bonds					
Successor Agency Portion	10,345,000	(675,000)	9,670,000	720,000	8,950,000
2018 Tax Allocation Refunding Bonds, Series A					
Successor Agency Portion	16,845,000	-	16,845,000	430,000	16,415,000
2018 Tax Allocation Refunding Bonds, Series B					
Successor Agency Portion	930,000	(670,000)	260,000	260,000	-
Direct Borrowings:					
Owner Participation Agreements	414,170	-	414,170	-	414,170
Total	<u>30,057,170</u>	<u>(1,579,000)</u>	<u>28,478,170</u>	<u>1,650,000</u>	<u>26,828,170</u>
Plus (Less) unamortized:					
Premium (2013 LRB)	49,238	(8,562)	40,676	8,562	32,114
Premium (2014 TARB)	1,102,461	(81,664)	1,020,797	81,664	939,133
Premium (2018 TARB)	1,551,015	(86,168)	1,464,847	86,168	1,378,679
Total Long-Term Debt	<u>\$ 32,759,884</u>	<u>\$ (1,755,394)</u>	<u>\$ 31,004,490</u>	<u>\$ 1,826,394</u>	<u>\$ 29,178,096</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 17 – SUCCESSOR AGENCY ACTIVITIES (Continued)

2013 Refunding Lease Revenue Bonds

In 2013, the City issued \$11,995,000 principal amount of 2013 Refunding Lease Revenue Bonds (2013 RLRB). The purpose of the 2013 RLRBs was to refund the 2003 COPs and 2001 COPs. The 2013 RLRBs bear interest rates ranging from 2.0% to 5.00% and are payable semiannually on each June 1 and December 1. Principal payments are payable annually on December 1.

At June 30, 2022, future debt service requirements for the Successor Agency’s portion of the 2013 Refunding Lease Revenue Bonds were as follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 240,000	\$ 44,710	\$ 284,710
2024	249,000	35,864	284,864
2025	258,000	27,464	285,464
2026	266,000	18,455	284,455
2027	276,000	6,900	282,900
	<u>\$ 1,289,000</u>	<u>\$ 133,393</u>	<u>\$ 1,422,393</u>

2014 Tax Allocation Refunding Bonds

On September 30, 2014, the Successor Agency issued \$11,235,000 of Tax Allocation Bonds (2014 TABs) to prepay the 2002 and 2004 Tax Allocation Bonds and to pay issuance costs. The 2014 TABs are payable and secured by a pledge of tax revenues from tax increment generated in the Plaza Project Area and the West San Leandro/MacArthur Boulevard Project Area. The 2014 TABs bear interest rates ranging from 3.5% to 5.00% and are payable semiannually on March 1 and September 1. Principal payments are payable on September 1st.

Proceeds were deposited in an irrevocable trust with an escrow agent to provide funds to fully redeem, on October 30, 2014, the principal and accrued interest of the 2002 and 2004 Tax Allocation Bonds. As a result, the 2002 and 2004 Tax Allocation Bonds are considered redeemed (current refunding) and the liability for those bonds has been removed from the statement of fiduciary net position.

At June 30, 2022, future debt service requirements for the 2014 Tax Allocation Refunding Bonds are as follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 720,000	\$ 441,575	\$ 1,161,575
2024	740,000	405,075	1,145,075
2025	765,000	367,450	1,132,450
2026	785,000	328,700	1,113,700
2027	805,000	288,950	1,093,950
2028 - 2032	4,260,000	814,375	5,074,375
2033 - 2035	1,595,000	67,463	1,662,463
	<u>\$ 9,670,000</u>	<u>\$ 2,713,588</u>	<u>\$ 12,383,588</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 17 – SUCCESSOR AGENCY ACTIVITIES (Continued)

2018 Tax Allocation Refunding Bonds Series A

On May 8, 2018, the Successor Agency issued Tax Allocation Refunding Bonds (2018A TABs) in the amount of \$16,845,000. The proceeds of the bonds were used to refund the 2008 Tax Allocation Bonds, Series 2008. Principal payments of the 2018A TABs are due annually on September from 2023 to 2039 in amounts ranging from \$430,000 to \$1,370,000 and bear interest at rates ranging from 3.375% to 5.000%. Interest is payable semiannually on March 1 and September 1. The Bonds are payable solely from tax increment revenue generated in the Alameda County – City of San Leandro Redevelopment Project Area. Total principal and interest remaining to be paid on the Bonds was \$23,482,309 as of June 30, 2022.

The bonds were issued at a premium of \$1,809,519 which is being amortized over the 21-year life of the bonds resulting in an annual amortization of \$86,168.

On the date of issuance of the 2018A TABs, the Successor Agency deposited into the reserve account for the 2018A TABs a municipal bond debt service insurance policy in the amount of \$1,431,438, which is equal to the “Reserve Requirement” for the 2018A TABs.

Proceeds from the 2018A TABs were deposited in an irrevocable trust with an escrow agent to provide funds to fully redeem, on June 5, 2018, the outstanding principal and accrued interest of the 2008 Tax Allocation Bonds.

At June 30, 2022, future debt service requirements for the 2018 Tax Allocation Refunding Bonds Series A are as follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 430,000	\$ 710,288	\$ 1,140,288
2024	710,000	687,488	1,397,488
2025	740,000	654,788	1,394,788
2026	775,000	616,912	1,391,912
2027	815,000	577,162	1,392,162
2028 - 2032	4,740,000	2,220,413	6,960,413
2033 - 2037	5,935,000	1,075,890	7,010,890
2038 - 2039	2,700,000	94,368	2,794,368
	<u>\$ 16,845,000</u>	<u>\$ 6,637,309</u>	<u>\$ 23,482,309</u>

CITY OF SAN LEANDRO
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2022

NOTE 17 – SUCCESSOR AGENCY ACTIVITIES (Continued)

2018 Tax Allocation Refunding Bonds Series B

On May 8, 2018, the Successor Agency issued Tax Allocation Refunding Bonds (2018B TABs) in the amount of \$2,215,000. The proceeds of the bonds were used to refund the 2008 Tax Allocation Bonds, Series 2008. The bonds mature annually each March and September from 2019 to 2022 in amounts ranging from \$260,000 to \$670,000 and bear interest at rates ranging from 2.700% to 3.210%. Interest is payable semiannually March 1 and September 1. The Bonds are payable solely from tax increment revenue generated in the Alameda County – City of San Leandro Redevelopment Project Area. Total principal and interest remaining to be paid on the Bonds was \$264,173 as of June 30, 2022.

Proceeds from the 2018B TABs were deposited in an irrevocable trust with an escrow agent to provide funds to fully redeem, on June 5, 2018, the principal and accrued interest of the 2008 Tax Allocation Bonds.

At June 30, 2022, future debt service requirements for the 2018 Tax Allocation Refunding Bonds Series B are as follows:

For The Year Ending June 30	Principal	Interest	Total
2023	\$ 260,000	\$ 4,173	\$ 264,173
	\$ 260,000	\$ 4,173	\$ 264,173

Direct Borrowings

The Agency entered into the following agreement which represent contingency liabilities for the Agency:

Ford Motor Company Owner Participation Agreement

The agreement required the Agency to make annual payments equivalent to 50% of the sales tax generated above a base of \$277,000 by the sale of vehicles as part of the Ford Store San Leandro development. The amount due is paid over several years depending on the volume of auto sales at no interest. There were no payments for fiscal year ended June 30, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

City of San Leandro
Agent Multiple Employer Defined Benefit Retirement Plan - Miscellaneous Plan
As of June 30,
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
Last 10 Years*

Measurement Date	2014	2015	2016	2017	2018
Total Pension Liability					
Service Cost	\$ 3,921,445	\$ 3,570,669	\$ 3,522,248	\$ 4,044,169	\$ 4,095,987
Differences between expected and actual experience	-	(8,034,544)	593,697	(1,248,019)	(596,425)
Changes in assumptions	-	(4,335,946)	-	15,476,760	(1,768,314)
Interest	18,796,998	18,867,111	19,495,753	19,808,061	20,204,782
Benefit payments, including refunds of employee contributions	(13,777,288)	(14,563,306)	(15,016,152)	(15,620,511)	(16,309,242)
Net change in total pension liability	8,941,155	(4,496,016)	8,595,546	22,460,460	5,626,788
Total pension liability - beginning	255,554,562	264,495,717	259,999,701	268,595,247	291,055,707
Total pension liability - ending (a)	\$ 264,495,717	\$ 259,999,701	\$ 268,595,247	\$ 291,055,707	\$ 296,682,495
Plan fiduciary net position					
Contributions - employer	\$ 4,594,523	\$ 5,043,060	\$ 5,638,865	\$ 6,399,288	\$ 6,873,684
Contributions - employee	2,010,061	1,672,356	1,618,186	1,695,139	1,762,858
Net investment income	29,807,971	4,385,312	994,580	20,564,284	16,783,894
Benefit payments, including refunds of employee contributions	(13,777,288)	(14,563,306)	(15,016,152)	(15,620,511)	(16,309,242)
Plan to Plan Resource Movement	-	(572)	-	-	(1,934)
Administrative Expense	-	(217,263)	(117,644)	(274,840)	(309,964)
Other Miscellaneous Income/(Expense)	-	-	-	-	(588,627)
Net change in plan fiduciary net position	22,635,267	(3,680,413)	(6,882,165)	12,763,360	8,210,669
Plan fiduciary net position - beginning	174,078,874	196,714,141	193,033,728	186,151,563	198,914,923
Plan fiduciary net position - ending (b)	\$ 196,714,141	\$ 193,033,728	\$ 186,151,563	\$ 198,914,923	\$ 207,125,592
Net pension liability - ending (a)-(b)	\$ 67,781,576	\$ 66,965,973	\$ 82,443,684	\$ 92,140,784	\$ 89,556,903
Plan fiduciary net position as a percentage of the total pension liability	25.63%	25.76%	30.69%	31.66%	30.19%
Covered payroll	\$ 20,167,441	\$ 19,979,507	\$ 21,037,041	\$ 21,903,698	\$ 22,864,060
Plan fiduciary net position as a percentage of covered payroll	336.09%	335.17%	391.90%	420.66%	391.69%

Notes to Schedule:

Benefit changes - The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes in assumptions - Changes in assumptions - In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, 2018, 2019, 2020 and 2021, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amounts reported were based on the 7.5 percent discount rate.

* Fiscal year 2015 was the 1st year of implementation.

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 4,005,467	\$ 3,874,755	\$ 3,844,792
4,908,580	2,724,076	1,977,496
-	-	-
21,089,806	21,804,805	22,444,027
<u>(17,262,935)</u>	<u>(18,245,091)</u>	<u>(19,158,743)</u>
12,740,918	10,158,545	9,107,572
296,682,495	309,423,413	319,581,958
<u>\$ 309,423,413</u>	<u>\$ 319,581,958</u>	<u>\$ 328,689,530</u>
\$ 7,676,172	\$ 8,774,417	\$ 9,720,658
1,826,595	1,750,192	1,724,547
13,606,328	10,595,404	48,506,294
(17,262,935)	(18,245,091)	(19,158,743)
-	-	-
(147,809)	(300,030)	(215,171)
<u>483</u>	<u>-</u>	<u>-</u>
5,698,834	2,574,892	40,577,585
<u>207,125,592</u>	<u>212,824,426</u>	<u>215,399,318</u>
<u>\$ 212,824,426</u>	<u>\$ 215,399,318</u>	<u>\$ 255,976,903</u>
<u>\$ 96,598,987</u>	<u>\$ 104,182,640</u>	<u>\$ 72,712,627</u>
31.22%	32.60%	22.12%
\$ 22,638,587	\$ 23,100,009	\$ 22,919,363
426.70%	451.01%	317.25%

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

City of San Leandro
Agent Multiple Employer Defined Benefit Retirement Plan - Miscellaneous Plan
As of fiscal year ending June 30,
SCHEDULE OF CONTRIBUTIONS
Last 10 Years*

Fiscal Year	2015	2016	2017	2018	2019
Actuarially determined contribution	\$ 5,043,060	\$ 5,638,865	\$ 6,387,063	\$ 6,873,205	\$ 7,688,583
Contributions in relation to the actuarially determined contributions	(5,043,060)	(5,638,865)	(6,387,063)	(6,873,205)	(7,688,583)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 19,979,507	\$ 21,037,041	\$ 21,903,698	\$ 22,864,060	\$ 22,638,587
Contributions as a percentage of covered payroll	25.24%	26.80%	29.16%	30.06%	33.96%
Notes to Schedule					
Valuation date:	6/30/2013	6/30/2014	6/30/2015	6/30/2016	6/30/2017
Methods and assumptions used to determine contribution rates:					
Actuarial cost method	Entry age normal				
Amortization method	Level percentage of payroll				
Asset valuation method	Fair Value of Assets				
Inflation	2.75% for 2015 to 2019, 2.625% for 2020, and 2.50% for 2021 and 2022.				
Salary increases	Varies by entry age and service				
Payroll growth	2.75%				
Investment rate of return	7.50% for 2015 to 2018, 7.375% for 2019, 7.25% for 2020, and 7.00% for 2021 and 2022, net of pension plan investment expense and administrative expenses, includes inflation				
Retirement age	The probabilities of retirement are based on the CalPERS Experience Study.				
Mortality	The probabilities of mortality are based on the CalPERS Experience Study. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale AA published by the Society of Actuaries for 2015 to 2018. For 2019, 2020, 2021 and 2022, pre-retirement and post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 published by the Society of Actuaries.				

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

<u>2020</u>	<u>2021</u>	<u>2022</u>
\$ 8,747,418	\$ 9,717,634	\$ 10,532,119
<u>(8,747,418)</u>	<u>(9,717,634)</u>	<u>(10,532,119)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 23,100,009	\$ 22,919,363	\$ 23,764,539
37.87%	42.40%	44.32%
6/30/2018	6/30/2019	6/30/2020

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

City of San Leandro
Cost-Sharing Multiple-Employer Defined Pension Plan - Safety Plan
SCHEDULE OF THE PLAN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AND RELATED RATIOS AS OF THE MEASUREMENT DATE
Last 10 Years*

Measurement Date	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018
Plan's proportion of the Net Pension Liability (Asset)	0.77754%	0.84138%	0.85648%	0.85168%	0.88976%
Plan's proportion share of the Net Pension Liability (Asset)	\$ 48,381,880	\$ 57,751,630	\$ 74,111,802	\$ 84,462,824	\$ 85,739,175
Plan's Covered Payroll	\$ 10,789,007	\$ 10,794,582	\$ 11,439,904	\$ 11,316,753	\$ 12,841,859
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered Payroll	450.15%	535.01%	647.84%	746.35%	667.65%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	79.82%	78.40%	74.06%	73.31%	75.26%

* - Fiscal year 2015 was the 1st year of implementation.

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

	6/30/2019		6/30/2020		6/30/2021
	0.89929%		0.91795%		1.26665%
\$	92,150,076	\$	99,870,170	\$	68,504,096
\$	13,169,196	\$	13,692,447	\$	13,470,710
	699.74%		729.38%		508.54%
	75.26%		75.10%		88.29%

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

City of San Leandro
Cost-Sharing Multiple Employer Defined Pension Plan - Safety Plan
For the Fiscal Year Ended June 30,
SCHEDULE OF CONTRIBUTIONS
Last 10 Years*

Fiscal Year	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Actuarially determined contribution	\$ 5,482,854	\$ 5,233,646	\$ 6,062,560	\$ 7,027,678	\$ 8,187,368
Contributions in relation to the actuarially determined contributions	<u>(5,482,854)</u>	<u>(5,233,646)</u>	<u>(6,062,560)</u>	<u>(7,027,678)</u>	<u>(8,187,368)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 11,439,904	\$ 11,316,753	\$ 12,841,859	\$ 13,169,196	\$ 13,692,447
Contributions as a percentage of covered payroll	47.93%	46.25%	47.21%	53.36%	59.79%

* - Fiscal year 2015 was the 1st year of implementation.

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

<u>2021</u>	<u>2022</u>
\$ 9,219,375	\$ 9,552,942
<u>(9,219,375)</u>	<u>(9,552,942)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 13,470,710	\$ 11,906,385
68.44%	80.23%

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

City of San Leandro
Other Postemployment Benefits Plan - Multiple Employer Plan
Schedule of Changes in the
Net OPEB Liability and Related Ratios
Last Ten Fiscal Years *

For the Measurement Period Ended June 30	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total OPEB Liability					
Service Cost	\$ 709,979	\$ 673,551	\$ 692,916	\$ 843,066	\$ 868,358
Interest	1,027,370	1,054,962	1,067,353	1,216,539	1,257,969
Changes of benefit terms	-	-	-	-	-
Differences between expected and actual experience	-	-	1,270,076	-	-
Changes of assumptions	-	440,394	1,975,353	-	-
Implicit rate subsidy fulfilled	-	(733,837)	-	-	-
Benefit Payments	(1,538,260)	(802,834)	(1,508,460)	(1,271,770)	(1,319,716)
Net change in Total OPEB Liability	199,089	632,236	3,497,238	787,835	806,611
Total OPEB Liability at beginning of year	18,636,426	18,835,515	19,467,751	22,964,989	23,752,824
Total OPEB Liability at end of year	<u>\$ 18,835,515</u>	<u>\$ 19,467,751</u>	<u>\$ 22,964,989</u>	<u>\$ 23,752,824</u>	<u>\$ 24,559,435</u>
Plan Fiduciary Net Position					
Contributions - employer	\$ 8,488,260	\$ 1,552,834	\$2,508,460	\$ 2,771,770	\$ 1,319,716
Contributions - employer for implicit subsidy	-	733,837	-	-	-
Contributions - member	-	-	-	-	-
Net investment income	640,483	528,900	1,047,583	801,925	2,700,965
Benefit payments	(1,538,260)	(802,834)	(1,508,460)	(1,271,770)	(1,319,716)
Implicit subsidy fulfilled	-	(733,837)	-	-	-
Administrative expenses	(40,605)	(67,811)	(36,472)	(40,057)	(43,249)
Net change in Plan Fiduciary Net Position	7,549,878	1,211,089	2,011,111	2,261,868	2,657,716
Plan Fiduciary Net Position at beginning of year	6,115,430	13,665,308	14,876,397	16,887,508	19,149,376
Plan Fiduciary Net Position at end of year	<u>\$ 13,665,308</u>	<u>\$ 14,876,397</u>	<u>\$ 16,887,508</u>	<u>\$ 19,149,376</u>	<u>\$ 21,807,092</u>
Authority's Net OPEB Liability (Asset) at end of year	<u>\$ 5,170,207</u>	<u>\$ 4,591,354</u>	<u>\$ 6,077,481</u>	<u>\$ 4,603,448</u>	<u>\$ 2,752,343</u>
Plan's Fiduciary Net Position as percentage of Total OPEB Liability	72.6%	76.4%	73.5%	80.6%	88.8%
Covered employee payroll	\$ 34,267,955	\$ 33,357,709	\$ 42,275,248	\$ 41,120,591	\$ 41,613,491
Net OPEB Liability as percentage of covered payroll	15.09%	13.76%	14.38%	11.19%	6.61%

Notes:

* Fiscal year 2018 was the first year of implementation for GASB 75

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

<u>2022</u>	
\$	894,409
	1,302,546
	-
	(3,116,104)
	1,324,642
	-
	<u>(1,286,842)</u>
	(881,349)
	<u>24,559,435</u>
\$	<u>23,678,086</u>

\$	1,286,842
	-
	-
	(2,610,009)
	(1,286,842)
	-
	<u>(42,746)</u>
	(2,652,755)
	<u>21,807,092</u>
\$	<u>19,154,337</u>
\$	<u>4,523,749</u>

	80.9%
\$	41,709,251
	10.85%

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

City of San Leandro
Other Postemployment Benefits Plan
Schedule of Contributions
Last Ten Fiscal Years *

Fiscal Year Ended June 30,	2018	2019	2020	2021	2022
Actuarially determined contribution	\$ 1,121,087	\$ 1,027,403	\$ 1,359,000	\$ 1,405,000	\$ 1,448,000
Contributions in relation to the actuarially determined contribution	<u>(2,286,671)</u>	<u>(2,508,460)</u>	<u>(2,771,770)</u>	<u>(1,319,716)</u>	<u>(1,286,842)</u>
Contribution deficiency (excess)	<u>\$ (1,165,584)</u>	<u>\$ (1,481,057)</u>	<u>\$ (1,412,770)</u>	<u>\$ 85,284</u>	<u>\$ 161,158</u>
Covered-employee payroll	\$ 33,357,709	\$ 42,275,248	\$ 41,120,591	\$ 41,613,491	\$ 41,709,251
Contributions as a percentage of covered-employee payroll	6.86%	5.93%	6.74%	3.17%	3.1%

Notes:

* Fiscal year 2018 was the first year of implementation for GASB 75

City of San Leandro
Required Supplementary Information
For the year ended June 30, 2022

BUDGETS AND BUDGETARY ACCOUNTING

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Adopted	Final		
REVENUES:				
Property taxes and other taxes	\$ 110,707,700	\$ 111,954,800	\$ 119,965,461	\$ 8,010,661
Licenses and permits	3,808,500	9,638,503	10,165,545	527,042
Fines and forfeitures	745,500	745,500	723,592	(21,908)
Services charges	2,053,900	1,439,878	1,897,833	457,955
Intergovernmental	788,000	16,378,393	2,556,837	(13,821,556)
Use of money and property	2,706,700	2,481,632	(2,016,399)	(4,498,031)
Interdepartmental charges	2,000,000	2,000,000	2,000,000	-
Other	292,000	221,000	635,520	414,520
Total revenues	123,102,300	144,859,706	135,928,389	(8,931,317)
EXPENDITURES:				
Current:				
General government	15,465,700	16,473,251	14,611,556	1,861,695
Public safety	68,534,500	69,362,637	63,990,759	5,371,878
Engineering and transportation	12,068,400	21,453,891	11,735,643	9,718,248
Recreation and culture	13,662,800	13,345,038	11,314,002	2,031,036
Community development	7,006,300	11,062,615	7,158,181	3,904,434
Debt service:				
Principal	4,398,055	2,885,438	2,333,816	551,622
Interest and fees	2,159,845	492,096	492,096	-
Total expenditures	123,295,600	135,074,966	111,636,053	23,438,913
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(193,300)	9,784,740	24,292,336	14,507,596
OTHER FINANCING SOURCES (USES):				
Transfers (out)	(6,600,800)	(6,606,256)	(6,606,256)	-
Proceeds from the sale of property	-	-	9,038	9,038
Total other financing sources (uses)	(6,600,800)	(6,606,256)	(6,597,218)	9,038
NET CHANGE IN FUND BALANCE	\$ (6,794,100)	\$ 3,178,484	17,695,118	\$ 14,516,634
FUND BALANCES:				
Beginning of year			83,718,876	
End of year			\$ 101,413,994	

City of San Leandro
Required Supplementary Information
For the year ended June 30, 2022

BUDGETS AND BUDGETARY ACCOUNTING

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Measure BB Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Adopted	Budget		
REVENUES:				
Intergovernmental	\$ 7,684,000	\$ 8,024,392	\$ 5,936,761	\$ (2,087,631)
Use of money and property	-	5,000	(3,644)	(8,644)
Total revenues	7,684,000	8,029,392	5,933,117	(2,096,275)
EXPENDITURES:				
Current:				
Engineering and transportation	1,100,000	18,882,131	6,055,475	12,826,656
Total expenditures	1,100,000	18,882,131	6,055,475	12,826,656
OTHER FINANCING SOURCES:				
Transfers in	-	-	1,173,476	1,173,476
NET CHANGE IN FUND BALANCES	\$ 6,584,000	\$ (10,852,739)	1,051,118	\$ 11,903,857
FUND BALANCES:				
Beginning of year			(3,168,991)	
End of year			<u>\$ (2,117,873)</u>	

CITY OF SAN LEANDRO
Notes to Required Supplementary Information
For the year ended June 30, 2022

Budgets and Budgetary Accounting

The City adopts a biennial budget annually for all governmental fund types. This budget is effective July 1 through June 30 for each of the ensuing fiscal years. The second year of the biennial budget is amended during the mid-biennial budget cycle process. From the effective date of the budget, which is adopted and controlled at the department level, the amounts stated therein as proposed expenditures become appropriations to the various City departments. The City Council may amend the budget by resolution during the fiscal year. The City Manager is authorized to transfer budgeted amounts between departments and line items within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council. Transfers between funds must be approved by the City Council. All appropriations lapse at year-end, unless otherwise authorized by the City Council and the City Manager, except for capital improvement funds for which appropriations may be carried over for not more than five (5) fiscal years as per the City of San Leandro Charter, Section 520. The City did not budget Proposition 1B – Local Streets and Roads Fund and Housing In Lieu Fund.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles except for capital projects funds, which are adopted on a project length basis, which means budgets, are used until the project's completion, not to exceed five fiscal years, for the entire project amount.

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of the formal budgetary process. Encumbrances outstanding at year-end are carried over to the next fiscal year as part of that year's budget resolution.

GAAP serves as the budgetary basis of accounting.



SUPPLEMENTARY INFORMATION

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Major Governmental Fund
Capital Improvement Capital Projects Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Service charges	\$ 50,000	\$ 8,803	\$ (41,197)
Use of money and property	100	19	(81)
Total revenues	50,100	8,822	(41,278)
EXPENDITURES:			
Current:			
Engineering and transportation	12,436,764	2,317,396	10,119,368
Recreation and culture	2,500,000	-	2,500,000
Community development	18,188,583	3,128,076	15,060,507
Total expenditures	33,125,347	5,445,472	27,679,875
REVENUES OVER (UNDER) EXPENDITURES	(33,075,247)	(5,436,650)	27,638,597
OTHER FINANCING SOURCES (USES):			
Transfer in	3,517,830	3,517,830	-
Transfer out	(478,693)	(478,693)	-
NET CHANGE IN FUND BALANCES	\$ (30,036,110)	(2,397,513)	\$ 27,638,597
FUND BALANCES:			
Beginning of year		33,106,010	
End of year		\$ 30,708,497	

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Affordable Housing Asset Fund – This fund accounts for assets received from affordable housing activities from the former Redevelopment Agency’s Low/Moderate Housing Fund and acts as its Successor Agency.

Street/Traffic Improvements – This fund accounts for development fee assessments levied to provide for partial funding of street and traffic improvements associated with commercial and residential growth.

Park Development Fee – This fund accounts for park development fee assessments levied to provide for partial funding for park development needs associated with residential growth.

Underground Utility Fee – This fund accounts for utility conversion project assessments levied to provide for the placement of overhead facilities underground. Assessment shall be expended only for expansion of, maintenance of or construction of Underground Utility Districts and facilities.

Parking – This fund accounts for parking meter and parking lot collections for maintenance of downtown parking facilities and other public parking locations.

Special Gas Tax – This fund accounts for revenues and expenditures received from the State of California under Street and Highways Code. The allocations must be spent for street maintenance and construction and a limited amount for engineering.

Cherrywood Maintenance District – This fund is used to account for the special assessment funding for the on-going maintenance of public facilities at the Cherrywood development.

Measure B Paratransit – This fund accounts for the City’s share of proceeds of a one-half cent sales tax increase originally approved by the voters in November 1986. The program is administered by the Alameda County Transportation Authority. The tax provides funds for AC transit and paratransit operations.

Asset Seizure – This fund accounts for funds received from asset forfeiture and used for public safety purposes.

Heron Bay – This fund accounts for maintenance assessments to fund ongoing maintenance of wetlands impacted by residential growth.

Proposition 1B Local Streets & Roads – This fund accounts for Proposition 1B funds for safety improvements and repairs to local streets and roads.

Special Grants – This fund accounts for various grants from the State of California and the Federal Government to be expended for a specific purpose, activity or facility.

Measure B – This fund accounts for the City's share of proceeds on a one-half cent sales tax increase originally approved by the voters in November 1986. The program is administered by the Alameda County Transportation Authority. The tax provides funds for eight specific projects within Alameda County including major freeway improvements and a major rail extension.

NON-MAJOR GOVERNMENTAL FUNDS (Continued)

SPECIAL REVENUE FUNDS (Continued)

Measure F – This fund accounts for the City's share of proceeds on a \$10 increase in Vehicle Registration fees originally approved by the voters in November 2010. The program is administered by the Alameda County Transportation Authority. The tax provides funds for projects to reduce traffic congestion and vehicle related pollution.

C.D.B.G. – This fund accounts for federally funded grants through the Community Development Block Grant Program from the U.S. Department of Housing and Urban Development.

HOME – This fund accounts for federally funded grants from the U.S. Department of Housing and Urban Development to provide for community housing renovation programs.

Housing In-Lieu – This fund accounts for Housing In-Lieu assessments levied to provide for partial funding of low/moderate housing projects.

Business Improvement District – This fund accounts for service fees charged to business owners to provide a shuttle service from BART to the downtown business district.

Public Education & Government (PEG) Fund – This fund accounts for the Digital Infrastructure and Video Competition Act (DIVCA) of 2006, collecting 1% of gross revenues from state franchise holders. The fund accounts for user fees charged to cable television customers to provide public education on government programs.

DEBT SERVICE FUND

Special Assessment District – This fund accumulates monies for payments of special assessment bonds which are financed by assessments placed on the Alameda County tax roll.

San Leandro Public Financing Authority Debt Service Fund – This fund accounts for the Certificates of Participation issued for the library and fire stations seismic retrofit. These Certificates of Participation were refunded by the issuance of the 2016 Lease Revenue Bonds. The debt will be paid back pursuant to lease agreements between the City of San Leandro and the San Leandro Public Finance Authority.

CAPITAL PROJECTS FUNDS

San Leandro Hillside Geological Hazardous Abatement District (GHAD) – This fund is used to account for the finances of the collaborative between the City of San Leandro and the Geological Hazardous Abatement.



City of San Leandro
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			
	Affordable Housing Asset Fund	Street/ Traffic Improvements	Park Development Fee	Underground Utility Fee
ASSETS				
Cash and investments	\$ 2,450,256	\$ 1,611,986	\$ 2,135,170	\$ 3,093,587
Receivables:				
Accounts	2,000	-	-	-
Federal, State, and local grants	-	-	-	-
Interest	5,308	3,996	6,527	7,733
Special assessments	-	-	-	-
Loans	646,984	-	-	-
Prepays	-	-	-	-
Total Assets	\$ 3,104,548	\$ 1,615,982	\$ 2,141,697	\$ 3,101,320
LIABILITIES				
Accounts payable	\$ 718	\$ 7,310	\$ -	\$ -
Due to other funds	-	-	-	-
Total Liabilities	718	7,310	-	-
DEFERRED INFLOW OF RESOURCES				
Unavailable revenue - grants receivable	-	-	-	-
Total Deferred Inflow of resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	3,103,830	1,608,672	2,141,697	3,101,320
Unassigned	-	-	-	-
Total Fund Balances	3,103,830	1,608,672	2,141,697	3,101,320
Total Liabilities, Deferred Inflow of Resources and Fund Balances	\$ 3,104,548	\$ 1,615,982	\$ 2,141,697	\$ 3,101,320

Special Revenue Funds

Parking	Special Gas Tax	Cherrywood Maintenance District	Measure B Paratransit	Asset Seizure	Heron Bay	Proposition IB Local Streets & Roads
\$ 211,878	\$ 4,278,574	\$ 507,084	\$ 701,953	\$ 952,518	\$ 359,025	\$ 13,812
8,933	483,697	216	4,311	7,006	631	-
-	-	-	-	-	-	-
(512)	10,420	1,336	372	1,901	41	33
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 220,299</u>	<u>\$ 4,772,691</u>	<u>\$ 508,636</u>	<u>\$ 706,636</u>	<u>\$ 961,425</u>	<u>\$ 359,697</u>	<u>\$ 13,845</u>
\$ 95,109	\$ 72,435	\$ -	\$ 20,082	\$ -	\$ 18,225	\$ -
-	282,079	-	-	-	-	-
<u>95,109</u>	<u>354,514</u>	<u>-</u>	<u>20,082</u>	<u>-</u>	<u>18,225</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
125,190	4,418,177	508,636	686,554	961,425	341,472	13,845
-	-	-	-	-	-	-
<u>125,190</u>	<u>4,418,177</u>	<u>508,636</u>	<u>686,554</u>	<u>961,425</u>	<u>341,472</u>	<u>13,845</u>
<u>\$ 220,299</u>	<u>\$ 4,772,691</u>	<u>\$ 508,636</u>	<u>\$ 706,636</u>	<u>\$ 961,425</u>	<u>\$ 359,697</u>	<u>\$ 13,845</u>

(Continued)

City of San Leandro
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2022

	Special Revenue Funds			
	Special Grants	Measure B	Measure F	C.D.B.G.
ASSETS				
Cash and investments	\$ -	\$ 2,415,546	\$ 1,111,926	\$ 40,700
Receivables:				
Accounts	183,245	\$38,848	79,945	381,177
Federal, State, and local grants	3,649,288	20,600	-	-
Interest	3,852	7,476	3,060	-
Special assessments	-	-	-	-
Loans	-	-	-	-
Prepays	-	-	-	-
Total Assets	\$ 3,836,385	\$ 2,482,470	\$ 1,194,931	\$ 421,877
LIABILITIES				
Accounts payable	\$ 118,309	\$ 277,677	\$ -	\$ 123,204
Due to other funds	779,231	127,814	-	175,697
Total Liabilities	897,540	405,491	-	298,901
DEFERRED INFLOW OF RESOURCES				
Unavailable revenue - grants receivable	3,649,288	-	-	-
Total Deferred Inflow of resources	3,649,288	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	2,076,979	1,194,931	122,976
Unassigned	(710,443)	-	-	-
Total Fund Balances	(710,443)	2,076,979	1,194,931	122,976
Total Liabilities, Deferred Inflow of Resources and Fund Balances	\$ 3,836,385	\$ 2,482,470	\$ 1,194,931	\$ 421,877

Special Revenue Funds				Debt Service Funds		Capital Projects Fund	Total Non-Major Governmental Funds
HOME	Housing In-Lieu	Business Improvement District	Public Education and Government	Special Assessment District	San Leandro Public Financing Authority	GHAD	
\$ 1,055,603	\$ 73,985	\$ 321,414	\$ 679,357	\$ 121	\$ 417,831	\$ 13,622	\$22,445,948
-	-	163,254	39,472	-	-	-	1,392,735
-	-	-	-	-	-	-	3,669,888
3,557	314	582	473	-	-	-	56,469
-	-	96	-	-	-	-	96
-	-	-	-	-	-	-	646,984
-	184,500	-	-	-	-	-	184,500
<u>\$ 1,059,160</u>	<u>\$ 258,799</u>	<u>\$ 485,346</u>	<u>\$ 719,302</u>	<u>\$ 121</u>	<u>\$ 417,831</u>	<u>\$ 13,622</u>	<u>\$ 28,396,620</u>
\$ -	\$ -	\$ -	\$ 4,337	\$ -	\$ 1,733	\$ -	\$ 739,139
-	-	-	-	-	-	-	1,364,821
-	-	-	4,337	-	1,733	-	2,103,960
-	-	-	-	-	-	-	3,649,288
-	-	-	-	-	-	-	3,649,288
-	-	-	-	-	-	-	-
1,059,160	258,799	485,346	714,965	121	416,098	13,622	23,353,815
-	-	-	-	-	-	-	(710,443)
<u>1,059,160</u>	<u>258,799</u>	<u>485,346</u>	<u>714,965</u>	<u>121</u>	<u>416,098</u>	<u>13,622</u>	<u>22,643,372</u>
<u>\$ 1,059,160</u>	<u>\$ 258,799</u>	<u>\$ 485,346</u>	<u>\$ 719,302</u>	<u>\$ 121</u>	<u>\$ 417,831</u>	<u>\$ 13,622</u>	<u>\$ 28,396,620</u>

City of San Leandro
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2022

	Special Revenue Funds			
	Affordable Housing Asset Fund	Street/Traffic Improvements	Park Development Fee	Underground Utility Fee
REVENUES:				
Property and other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	17,681	-	-
Service charges	-	-	-	64,077
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	(3,077)	(37,928)	(29,009)	(62,713)
Other	210,072	-	788,446	-
Total Revenues	<u>206,995</u>	<u>(20,247)</u>	<u>759,437</u>	<u>1,364</u>
EXPENDITURES:				
Current:				
Public safety	-	-	-	-
Engineering and transportation	-	310,742	-	23,975
Recreation and culture	-	-	17,950	-
Community development	88,178	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fees	-	-	-	-
Total Expenditures	<u>88,178</u>	<u>310,742</u>	<u>17,950</u>	<u>23,975</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>118,817</u>	<u>(330,989)</u>	<u>741,487</u>	<u>(22,611)</u>
OTHER FINANCING SOURCES:				
Transfer in	-	-	-	-
Transfer out	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>118,817</u>	<u>(330,989)</u>	<u>741,487</u>	<u>(22,611)</u>
FUND BALANCES (DEFICITS):				
Beginning of year	2,985,013	1,939,661	1,400,210	3,123,931
End of year	<u>\$ 3,103,830</u>	<u>\$ 1,608,672</u>	<u>\$ 2,141,697</u>	<u>\$ 3,101,320</u>

Special Revenue Funds

Parking	Special Gas Tax	Cherrywood Maintenance District	Measure B Paratransit	Asset Seizure	Heron Bay	Proposition IB Local Streets & Roads
\$ -	\$ -	\$ 27,558	\$ -	\$ -	\$ 313,254	\$ -
214,485	-	-	-	-	-	-
-	-	-	-	-	-	-
86,175	-	-	-	-	-	-
-	3,822,910	-	302,364	7,006	-	-
(1,702)	(43,263)	(9,801)	(734)	(23,004)	(10,882)	(285)
-	180	-	-	-	-	-
<u>298,958</u>	<u>3,779,827</u>	<u>17,757</u>	<u>301,630</u>	<u>(15,998)</u>	<u>302,372</u>	<u>(285)</u>
-	-	-	-	126,769	-	-
691,376	3,286,064	459	163,902	-	412,272	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	3,405	-
<u>691,376</u>	<u>3,286,064</u>	<u>459</u>	<u>163,902</u>	<u>126,769</u>	<u>415,677</u>	<u>-</u>
<u>(392,418)</u>	<u>493,763</u>	<u>17,298</u>	<u>137,728</u>	<u>(142,767)</u>	<u>(113,305)</u>	<u>(285)</u>
550,000	4,235,826	-	-	-	-	-
-	(1,900,000)	-	-	-	-	-
<u>550,000</u>	<u>2,335,826</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
157,582	2,829,589	17,298	137,728	(142,767)	(113,305)	(285)
<u>(32,392)</u>	<u>1,588,588</u>	<u>491,338</u>	<u>548,826</u>	<u>1,104,192</u>	<u>454,777</u>	<u>14,130</u>
<u>\$ 125,190</u>	<u>\$ 4,418,177</u>	<u>\$ 508,636</u>	<u>\$ 686,554</u>	<u>\$ 961,425</u>	<u>\$ 341,472</u>	<u>\$ 13,845</u>

(Continued)

City of San Leandro
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2022

	Special Revenue Funds			
	Special Grants	Measure B	Measure F	C.D.B.G.
REVENUES:				
Property and other taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Service charges	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	1,290,926	1,709,988	467,747	931,231
Use of money and property	12,525	(41,896)	(24,116)	-
Other	2,546	411,736	-	5,837
Total Revenues	<u>1,305,997</u>	<u>2,079,828</u>	<u>443,631</u>	<u>937,068</u>
EXPENDITURES:				
Current:				
Public safety	61,885	-	-	-
Engineering and transportation	811,583	2,712,622	836,089	-
Recreation and culture	387,837	-	-	-
Community development	486,180	-	-	802,438
Debt service:				
Principal	-	-	-	132,000
Interest and fees	-	-	-	46,246
Total Expenditures	<u>1,747,485</u>	<u>2,712,622</u>	<u>836,089</u>	<u>980,684</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(441,488)</u>	<u>(632,794)</u>	<u>(392,458)</u>	<u>(43,616)</u>
OTHER FINANCING SOURCES:				
Transfer in	152,600	-	-	-
Transfer out	(1,173,476)	-	-	-
Total Other Financing Sources	<u>(1,020,876)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(1,462,364)</u>	<u>(632,794)</u>	<u>(392,458)</u>	<u>(43,616)</u>
FUND BALANCES (DEFICITS):				
Beginning of year	751,921	2,709,773	1,587,389	166,592
End of year	<u>\$ (710,443)</u>	<u>\$ 2,076,979</u>	<u>\$ 1,194,931</u>	<u>\$ 122,976</u>

Special Revenue Funds				Debt Service Funds		Capital Projects Fund	Total Nonmajor Governmental Funds
HOME	Housing In-Lieu	Business Improvement District	Public Education and Government	Special Assessment District	San Leandro Public Financing Authority	GHAD	
\$ -	\$ -	\$ -	\$ 158,982	\$ -	\$ -	\$ -	\$ 499,794
-	-	404,182	-	-	-	-	636,348
-	-	-	-	-	-	-	64,077
-	-	-	-	-	-	-	86,175
-	-	317,604	-	-	-	-	8,849,776
(18,406)	(4,709)	(4,547)	(14,695)	-	3,173,991	-	2,855,749
162,683	-	-	-	-	-	-	1,581,500
144,277	(4,709)	717,239	144,287	-	3,173,991	-	14,573,419
-	-	-	-	-	-	-	188,654
-	-	-	-	-	-	-	9,249,084
-	-	-	-	-	-	-	405,787
9,682	-	800,000	102,856	-	-	-	2,289,334
-	-	-	-	-	1,651,000	-	1,783,000
-	-	-	-	-	1,530,499	-	1,580,150
9,682	-	800,000	102,856	-	3,181,499	-	15,496,009
134,595	(4,709)	(82,761)	41,431	-	(7,508)	-	(922,590)
-	-	50,000	-	-	-	-	4,988,426
-	-	-	-	-	-	-	(3,073,476)
-	-	50,000	-	-	-	-	1,914,950
134,595	(4,709)	(32,761)	41,431	-	(7,508)	-	992,360
924,565	263,508	518,107	673,534	121	423,606	13,622	21,651,012
\$ 1,059,160	\$ 258,799	\$ 485,346	\$ 714,965	\$ 121	\$ 416,098	\$ 13,622	\$ 22,643,372

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Affordable Housing Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Use of money and property	\$ 55,000	\$ (3,077)	\$ (58,077)
Other	140,000	210,072	70,072
	<u>195,000</u>	<u>206,995</u>	<u>11,995</u>
EXPENDITURES:			
Current:			
Community development	<u>1,685,371</u>	<u>88,178</u>	<u>1,597,193</u>
	<u>1,685,371</u>	<u>88,178</u>	<u>1,597,193</u>
NET CHANGE IN FUND BALANCES	<u>\$ (1,490,371)</u>	<u>118,817</u>	<u>\$ 1,609,188</u>
FUND BALANCES:			
Beginning of year		<u>2,985,013</u>	
End of year		<u>\$ 3,103,830</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Street/Traffic Improvements Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Licenses and permits	\$ 425,000	\$ 17,681	\$ (407,319)
Use of money and property	29,000	(37,928)	(66,928)
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	<u>454,000</u>	<u>(20,247)</u>	<u>(474,247)</u>
EXPENDITURES:			
Current:			
Engineering and transportation	<u>1,235,115</u>	<u>310,742</u>	<u>924,373</u>
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	<u>1,235,115</u>	<u>310,742</u>	<u>924,373</u>
NET CHANGE IN FUND BALANCES	<u>\$ (781,115)</u>	<u>(330,989)</u>	<u>\$ 450,126</u>
FUND BALANCES:			
Beginning of year		<u>1,939,661</u>	
End of year		<u>\$ 1,608,672</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Park Development Fee Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Use of money and property	\$ 13,000	\$ (29,009)	\$ (42,009)
Other	1,000,000	788,446	(211,554)
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	<u>1,013,000</u>	<u>759,437</u>	<u>(253,563)</u>
EXPENDITURES:			
Current:			
Recreation and culture	4,743,785	17,950	4,725,835
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	<u>4,743,785</u>	<u>17,950</u>	<u>4,725,835</u>
NET CHANGE IN FUND BALANCES	<u><u>\$ (3,730,785)</u></u>	<u><u>741,487</u></u>	<u><u>\$ 4,472,272</u></u>
FUND BALANCES:			
Beginning of year		<u>1,400,210</u>	
End of year		<u><u>\$ 2,141,697</u></u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Underground Utility Fees Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Use of money and property	\$ 25,000	\$ (62,713)	\$ (87,713)
Service charges	325,000	64,077	(260,923)
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	<u>350,000</u>	<u>1,364</u>	<u>(348,636)</u>
EXPENDITURES:			
Current:			
Engineering and transportation	1,904,309	23,975	1,880,334
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	<u>1,904,309</u>	<u>23,975</u>	<u>1,880,334</u>
NET CHANGE IN FUND BALANCES	<u>\$ (1,554,309)</u>	<u>(22,611)</u>	<u>\$ 1,531,698</u>
FUND BALANCES:			
Beginning of year		<u>3,123,931</u>	
End of year		<u>\$ 3,101,320</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Parking Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Licenses and permits	\$ 216,150	\$ 214,485	\$ (1,665)
Fines and forfeitures	100,000	86,175	(13,825)
Use of money and property	3,000	(1,702)	(4,702)
Total revenues	319,150	298,958	(20,192)
EXPENDITURES:			
Current:			
Engineering and transportation	696,803	691,376	5,427
Total expenditures	696,803	691,376	5,427
OTHER FINANCING SOURCES:			
Transfers in	550,000	550,000	-
Total expenditures	550,000	550,000	-
NET CHANGE IN FUND BALANCES	\$ 172,347	157,582	\$ (14,765)
FUND BALANCES:			
Beginning of year		(32,392)	
End of year		\$ 125,190	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Special Gas Tax Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Intergovernmental	\$ 4,065,730	\$ 3,822,910	\$ (242,820)
Use of money and property	22,000	(43,263)	(65,263)
Other	-	180	180
Total revenues	4,087,730	3,779,827	(307,903)
EXPENDITURES:			
Current:			
Engineering and transportation	6,886,659	3,286,064	3,600,595
Total expenditures	6,886,659	3,286,064	3,600,595
OTHER FINANCING SOURCES:			
Transfers in	4,235,826	4,235,826	-
Transfers out	(1,900,000)	(1,900,000)	-
Total expenditures	2,335,826	2,335,826	-
NET CHANGE IN FUND BALANCES	\$ (463,103)	2,829,589	\$ 3,292,692
FUND BALANCES:			
Beginning of year		1,588,588	
End of year		\$ 4,418,177	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Cherrywood Maintenance District Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Property and other taxes	\$ -	\$ 27,558	\$ 27,558
Use of money and property	4,000	(9,801)	(13,801)
	<u>4,000</u>	<u>17,757</u>	<u>13,757</u>
Total revenues	<u>4,000</u>	<u>17,757</u>	<u>13,757</u>
EXPENDITURES:			
Current:			
Engineering and transportation	452	459	(7)
	<u>452</u>	<u>459</u>	<u>(7)</u>
Total expenditures	<u>452</u>	<u>459</u>	<u>(7)</u>
NET CHANGE IN FUND BALANCES	<u>\$ 3,548</u>	<u>17,298</u>	<u>\$ 13,750</u>
FUND BALANCES:			
Beginning of year		<u>491,338</u>	
End of year		<u>\$ 508,636</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Measure B - Paratransit Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Intergovernmental	\$ 127,513	\$ 302,364	\$ 174,851
Use of money and property	-	(734)	(734)
Total revenues	<u>127,513</u>	<u>301,630</u>	<u>174,117</u>
EXPENDITURES:			
Current:			
Engineering and transportation	<u>981,527</u>	<u>163,902</u>	<u>817,625</u>
Total expenditures	<u>981,527</u>	<u>163,902</u>	<u>817,625</u>
REVENUES OVER (UNDER) EXPENDITURES:	<u>(854,014)</u>	<u>138,462</u>	<u>(642,774)</u>
NET CHANGE IN FUND BALANCES	<u><u>\$ (854,014)</u></u>	<u><u>137,728</u></u>	<u><u>\$ 991,742</u></u>
FUND BALANCES:			
Beginning of year		<u>548,826</u>	
End of year		<u><u>\$ 686,554</u></u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Asset Seizure Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Intergovernmental	\$ 150,000	\$ 7,006	\$ (142,994)
Use of money and property	10,000	(23,004)	(33,004)
	<u>160,000</u>	<u>(15,998)</u>	<u>(175,998)</u>
EXPENDITURES:			
Current:			
Public safety	450,182	126,769	323,413
	<u>450,182</u>	<u>126,769</u>	<u>323,413</u>
NET CHANGE IN FUND BALANCES	<u>\$ (290,182)</u>	<u>(142,767)</u>	<u>\$ 147,415</u>
FUND BALANCES:			
Beginning of year		<u>1,104,192</u>	
End of year		<u>\$ 961,425</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Heron Bay Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Property and other taxes	\$ 370,000	\$ 313,254	\$ (56,746)
Use of money and property	5,000	(10,882)	(15,882)
Total revenues	<u>375,000</u>	<u>302,372</u>	<u>(72,628)</u>
EXPENDITURES:			
Current:			
Engineering and transportation	696,346	412,272	284,074
Debt service:			
Interest and fees	3,400	3,405	(5)
Total expenditures	<u>699,746</u>	<u>415,677</u>	<u>284,069</u>
NET CHANGE IN FUND BALANCES	<u>\$ (324,746)</u>	<u>(113,305)</u>	<u>\$ (211,441)</u>
FUND BALANCES:			
Beginning of year		<u>454,777</u>	
End of year		<u>\$ 341,472</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Proposition 1B - Local Streets & Roads Special Revenue Fund
For the year ended June 30, 2022

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES:			
Use of money and property	<u>\$ (200)</u>	<u>\$ (285)</u>	<u>\$ (85)</u>
Total revenues	<u>(200)</u>	<u>(285)</u>	<u>(85)</u>
NET CHANGE IN FUND BALANCES	<u><u>\$ (200)</u></u>	<u><u>(285)</u></u>	<u><u>\$ (85)</u></u>
FUND BALANCES:			
Beginning of year		<u>14,130</u>	
End of year		<u><u>\$ 13,845</u></u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Special Grants Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Intergovernmental	\$ 7,506,136	\$ 1,290,926	\$ (6,215,210)
Use of money and property	-	12,525	12,525
Other	-	2,546	2,546
Total revenues	7,506,136	1,305,997	(6,200,139)
EXPENDITURES:			
Current:			
General Government	1,499,400	-	1,499,400
Public safety	369,652	61,885	307,767
Engineering and transportation	4,674,275	811,583	3,862,692
Community development	642,771	486,180	156,591
Recreation and culture	3,187,305	387,837	2,799,468
Total expenditures	10,373,403	1,747,485	8,625,918
REVENUES OVER (UNDER) EXPENDITURES	(2,867,267)	(441,488)	(14,826,057)
OTHER FINANCING SOURCES:			
Transfers in	152,600	152,600	-
Transfers out	-	(1,173,476)	(1,173,476)
Total Other Financing Sources (Uses)	152,600	(1,020,876)	(1,173,476)
NET CHANGE IN FUND BALANCES	\$ (2,714,667)	(1,462,364)	\$ 1,252,303
FUND BALANCES:			
Beginning of year		751,921	
End of year		\$ (710,443)	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Measure B Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Intergovernmental	\$ 1,920,000	\$ 1,709,988	\$ (210,012)
Use of money and property	10,000	(41,896)	(51,896)
Other	110,000	411,736	301,736
	<u>2,040,000</u>	<u>2,079,828</u>	<u>39,828</u>
EXPENDITURES:			
Current:			
Engineering and transportation	9,388,114	2,712,622	6,675,492
	<u>9,388,114</u>	<u>2,712,622</u>	<u>6,675,492</u>
NET CHANGE IN FUND BALANCES	<u>\$ (7,348,114)</u>	<u>(632,794)</u>	<u>\$ 6,715,320</u>
FUND BALANCES:			
Beginning of year		<u>2,709,773</u>	
End of year		<u>\$ 2,076,979</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Measure F - (Vehicle Registration Fees) Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Intergovernmental	\$ 440,000	\$ 467,747	\$ 27,747
Use of money and property	6,000	(24,116)	(30,116)
	<u>446,000</u>	<u>443,631</u>	<u>(2,369)</u>
EXPENDITURES:			
Current:			
Engineering and transportation	2,525,542	836,089	1,689,453
	<u>2,525,542</u>	<u>836,089</u>	<u>1,689,453</u>
NET CHANGE IN FUND BALANCES	<u>\$ (2,079,542)</u>	<u>(392,458)</u>	<u>\$ 1,687,084</u>
FUND BALANCES:			
Beginning of year		<u>1,587,389</u>	
End of year		<u>\$ 1,194,931</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
C.D.B.G. Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Intergovernmental	\$ 763,357	\$ 931,231	\$ 167,874
Other	-	5,837	(5,837)
Total revenues	763,357	937,068	162,037
EXPENDITURES:			
Current:			
Community development	1,521,466	802,438	719,028
Debt service:			
Principal	132,000	132,000	-
Interest and fees	46,246	46,246	-
Total expenditures	1,699,712	980,684	719,028
NET CHANGE IN FUND BALANCES	\$ (936,355)	(43,616)	\$ 892,739
FUND BALANCES:			
Beginning of year		166,592	
End of year		\$ 122,976	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
HOME Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Intergovernmental	\$ 150,000	\$ -	\$ (150,000)
Use of money and property	4,000	(18,406)	(22,406)
Other	50,000	162,683	112,683
Total revenues	<u>204,000</u>	<u>144,277</u>	<u>(59,723)</u>
EXPENDITURES:			
Current:			
Community development	9,683	9,682	1
Total expenditures	<u>9,683</u>	<u>9,682</u>	<u>1</u>
NET CHANGE IN FUND BALANCES	<u>\$ 194,317</u>	<u>134,595</u>	<u>\$ (59,722)</u>
FUND BALANCES:			
Beginning of year		<u>924,565</u>	
End of year		<u>\$ 1,059,160</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Housing In-Lieu Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Use of money and property	\$ 1,000	\$ (4,709)	\$ (5,709)
License and permits	2,000	-	-
Total revenues	3,000	(4,709)	(5,709)
NET CHANGE IN FUND BALANCES	\$ 3,000	(4,709)	\$ (7,709)
FUND BALANCES:			
Beginning of year		263,508	
End of year		\$ 258,799	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Business Improvement District Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Licenses and permits	\$ 356,000	\$ 404,182	\$ 48,182
Intergovernmental	394,400	317,604	(76,796)
Use of money and property	1,000	(4,547)	(5,547)
Total revenues	<u>751,400</u>	<u>717,239</u>	<u>(34,161)</u>
EXPENDITURES:			
Current:			
Community development	<u>800,400</u>	<u>800,000</u>	<u>400</u>
Total expenditures	<u>800,400</u>	<u>800,000</u>	<u>400</u>
OTHER FINANCING SOURCES:			
Transfers in	<u>50,000</u>	<u>50,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u><u>\$ 1,000</u></u>	<u><u>(32,761)</u></u>	<u><u>\$ (33,761)</u></u>
FUND BALANCES:			
Beginning of year		<u>518,107</u>	
End of year		<u><u>\$ 485,346</u></u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Public Education and Government Special Revenue Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
REVENUES:			
Property and other taxes	\$ 200,000	\$ 158,982	\$ (41,018)
Use of money and property	7,000	(14,695)	(21,695)
	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>207,000</u>	<u>144,287</u>	<u>(62,713)</u>
EXPENDITURES:			
Current:			
Community development	322,083	102,856	219,227
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>322,083</u>	<u>102,856</u>	<u>219,227</u>
NET CHANGE IN FUND BALANCES	<u>\$ (115,083)</u>	<u>41,431</u>	<u>\$ 156,514</u>
FUND BALANCES:			
Beginning of year		<u>673,534</u>	
End of year		<u>\$ 714,965</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
Special Assessment District Debt Service Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Property and other taxes	\$ -	\$ -	\$ -
Use of money and property	-	-	-
Total revenues	-	-	-
EXPENDITURES:			
Debt service:			
Interest and fees	-	-	-
Total expenditures	-	-	-
NET CHANGE IN FUND BALANCES	\$ -	-	\$ -
FUND BALANCES:			
Beginning of year		121	
End of year		<u>\$ 121</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
San Leandro Public Financing Authority Debt Service Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
REVENUES:			
Use of money and property	\$ 3,180,376	\$ 3,173,991	\$ (6,385)
Total revenues	<u>3,180,376</u>	<u>3,173,991</u>	<u>(6,385)</u>
EXPENDITURES:			
Debt service:			
Principal	1,651,000	1,651,000	-
Interest and fees	<u>1,530,499</u>	<u>1,530,499</u>	<u>-</u>
Total expenditures	<u>3,181,499</u>	<u>3,181,499</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>\$ (1,123)</u>	<u>(7,508)</u>	<u>\$ (6,385)</u>
FUND BALANCES:			
Beginning of year		<u>423,606</u>	
End of year		<u>\$ 416,098</u>	

City of San Leandro
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual -
Non Major Governmental Fund
San Leandro Hillside Geological Abatement Fund (GHAD) Capital Projects Fund
For the year ended June 30, 2022

	Final Budget	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
EXPENDITURES:			
Current:			
Engineering and transportation	\$ 14,265	\$ -	\$ 14,265
	<u>14,265</u>	<u>-</u>	<u>14,265</u>
NET CHANGE IN FUND BALANCES	<u>\$ (14,265)</u>	<u>-</u>	<u>\$ 14,265</u>
FUND BALANCES:			
Beginning of year		<u>13,622</u>	
End of year		<u>\$ 13,622</u>	



NON-MAJOR ENTERPRISE FUNDS

Storm Water Utility – Provides for the City’s storm water program in conjunction with the National Pollutant Discharge and Emissions Services Act.

Environmental Services – Accounts for the regulation of hazardous materials, wastewater discharge, storm water runoff, solid waste and recycling, and the landfill at the Marina.

City of San Leandro
Combining Statement of Net Position
Non-Major Enterprise Funds
June 30, 2022

	Storm Water Utility	Environmental Services	Total Non-Major Enterprise Funds
ASSETS			
Current Assets:			
Cash and investments	\$ 34,007	\$ 1,953,142	\$ 1,987,149
Receivables:			
Accounts	7,707	95,715	103,422
Interest	-	5,431	5,431
Total current assets	<u>41,714</u>	<u>2,054,288</u>	<u>2,096,002</u>
Noncurrent assets:			
Capital assets:			
Depreciable	15,696	4,598	20,294
Less accumulated depreciation	<u>(15,439)</u>	<u>(4,598)</u>	<u>(20,037)</u>
Total noncurrent assets	<u>257</u>	<u>-</u>	<u>257</u>
Total Assets	<u>41,971</u>	<u>2,054,288</u>	<u>2,096,259</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	11,517	16,239	27,756
Due to other funds	1,892,989	-	1,892,989
Compensated absences - due in one year	<u>22,215</u>	<u>23,351</u>	<u>45,566</u>
Total current liabilities	<u>1,926,721</u>	<u>39,590</u>	<u>1,966,311</u>
Non-current Liabilities:			
Compensated absences - due in more than one year	<u>66,645</u>	<u>70,052</u>	<u>136,697</u>
Total Liabilities	<u>1,993,366</u>	<u>109,642</u>	<u>2,103,008</u>
NET POSITION (DEFICIT)			
Net investment in capital asset	257	-	257
Unrestricted	<u>(1,951,652)</u>	<u>1,944,646</u>	<u>(7,006)</u>
Total Net Position (Deficit)	<u>\$ (1,951,395)</u>	<u>\$ 1,944,646</u>	<u>\$ (6,749)</u>

City of San Leandro
Combining Statement of Revenues, Expenses, and Changes in Net Position
Non-Major Enterprise Funds
For the year ended June 30, 2022

	Storm Water Utility	Environmental Services	Total Non-Major Enterprise Funds
OPERATING REVENUES			
Charges for services	\$ 1,081,131	\$ -	\$ 1,081,131
Licenses and permits	-	424,964	424,964
Other operating revenue	3,405	32,107	35,512
Total operating revenues	1,084,536	457,071	1,541,607
OPERATING EXPENSES			
Salaries and benefits	807,242	534,258	1,341,500
Contractual and other services	261,900	74,325	336,225
Material and supplies	20,558	39,931	60,489
Other operating costs	493,833	115,156	608,989
Total operating expenses	1,583,533	763,670	2,347,203
OPERATING INCOME (LOSS)	(498,997)	(306,599)	(805,596)
NONOPERATING REVENUES (EXPENSES):			
Investment income	-	(37,078)	(37,078)
Intergovernmental	-	356,393	356,393
Total Nonoperating Revenues (Expenses)	-	319,315	319,315
Change in net position	(498,997)	12,716	(486,281)
NET POSITION (DEFICIT):			
Beginning of year	(1,452,398)	1,931,930	479,532
End of year	<u>\$ (1,951,395)</u>	<u>\$ 1,944,646</u>	<u>\$ (6,749)</u>

City of San Leandro
Combining Statement of Cash Flows
Non-Major Enterprise Funds
For the year ended June 30, 2022

	Storm Water Utility	Environmental Services	Total Non-Major Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 1,084,319	\$ 500,322	\$ 1,584,641
Cash received from other funds	487,431	-	487,431
Cash payments to suppliers and service providers	(774,808)	(220,730)	(995,538)
Cash payments to employees for services	(762,935)	(573,675)	(1,336,610)
Net cash provided (used) by operating activities	34,007	(294,083)	(260,076)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Intergovernmental revenue received	-	356,393	356,393
Net cash provided (used) by noncapital financing activities	-	356,393	356,393
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Acquisition of capital assets	-	-	-
Net cash provided (used) by capital and related financing activities	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Change in market values of investments	-	(70,085)	(70,085)
Interest income	-	32,147	32,147
Net cash provided (used) by investing activities	-	(37,938)	(37,938)
Net increase (decrease) in cash and cash equivalents	34,007	24,372	58,379
CASH AND CASH EQUIVALENTS:			
Beginning of year	-	1,928,770	1,928,770
End of year	<u>\$ 34,007</u>	<u>\$ 1,953,142</u>	<u>\$ 1,987,149</u>
RECONCILIATION OR OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (498,997)	\$ (306,599)	\$ (805,596)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable	(217)	43,251	43,034
(Decrease) increase in accounts payable	1,483	8,682	10,165
(Decrease) increase due to other funds	487,431	-	487,431
(Decrease) increase in compensated absences	44,307	(39,417)	4,890
Total adjustments	533,004	12,516	545,520
Net cash provided (used) by operating activities	\$ 34,007	\$ (294,083)	\$ (260,076)

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for special activities and services performed by a designated City department for other departments on a cost reimbursement basis.

Building Maintenance – This fund accounts for the City’s custodial maintenance and minor building modifications performed on various City complexes. The source of revenue is reimbursement of costs for services performed to the departments.

Information Management Services – The fund accounts for centralized data processing and the maintenance, acquisition and replacement of computerized systems. Sources of revenue for this fund are reimbursement of costs for services and equipment purchased by other departments.

Self-Insurance – This fund accounts for the administration of the City’s self-insurance programs, payment of worker’s compensation and liability claims payments.

Equipment Maintenance – This fund accounts for the maintenance and replacement of vehicles and equipment used by all City departments. Source of revenues for this fund is reimbursement of costs for services and supplies purchased by other departments.

City of San Leandro
Combining Statement of Net Position
Internal Service Funds
June 30, 2022

	Building Maintenance	Information Management Services	Self - Insurance	Equipment Maintenance	Total
ASSETS					
Cash and investments	\$ 486,773	\$ 1,888,910	\$ 11,341,175	\$ 5,350,866	\$ 19,067,724
Receivables:					
Accounts	-	1,010	-	-	1,010
Interest	(1,315)	3,886	28,121	14,974	45,666
Inventory and prepaids	11,881	34,427	-	244,724	291,032
Total current assets	497,339	1,928,233	11,369,296	5,610,564	19,405,432
Capital assets:					
Depreciable	79,688	6,214,958	-	12,704,055	18,998,701
Less accumulated depreciation	(39,507)	(5,794,531)	-	(7,434,776)	(13,268,814)
Total Net capital assets	40,181	420,427	-	5,269,279	5,729,887
Total noncurrent assets	40,181	420,427	-	5,269,279	5,729,887
Total Assets	537,520	2,348,660	11,369,296	10,879,843	25,135,319
LIABILITIES					
Current Liabilities:					
Accounts payable	206,435	242,296	389,309	83,074	921,114
Other liabilities	-	-	968,085	-	968,085
Claims and judgments - due in one year	-	-	4,251,981	-	4,251,981
Compensated absences payable - due in one year	24,602	32,211	3,297	9,453	69,563
Total current liabilities	231,037	274,507	5,612,672	92,527	6,210,743
Noncurrent Liabilities:					
Claims and judgments - due in more than one year	-	-	2,817,888	-	2,817,888
Compensated absences - due in more than one year	82,362	107,836	11,036	31,645	232,879
Total noncurrent liabilities	82,362	107,836	2,828,924	31,645	3,050,767
Total Liabilities	313,399	382,343	8,441,596	124,172	9,261,510
NET POSITION					
Net investment in capital assets	40,181	420,427	-	5,269,279	5,729,887
Unrestricted	183,940	1,545,890	2,927,700	5,486,392	10,143,922
Total Net Position	\$ 224,121	\$ 1,966,317	\$ 2,927,700	\$ 10,755,671	\$ 15,873,809

City of San Leandro
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the year ended June 30, 2022

	<u>Building Maintenance</u>	<u>Information Management Services</u>	<u>Self - Insurance</u>	<u>Equipment Maintenance</u>	<u>Total</u>
OPERATING REVENUES:					
Service charges	\$ 3,543,387	\$ 4,185,813	\$ 5,753,918	\$ 3,788,817	\$ 17,271,935
Other operating revenues	399	1,335	251,761	162,004	415,499
Total Operating Revenues	<u>3,543,786</u>	<u>4,187,148</u>	<u>6,005,679</u>	<u>3,950,821</u>	<u>17,687,434</u>
OPERATING EXPENSES:					
Salaries and benefits	1,360,205	1,791,087	324,496	677,714	4,153,502
Contractual and other services	1,943,260	2,178,345	6,382,013	429,548	10,933,166
Materials and supplies	299,386	48,191	188	656,507	1,004,272
Depreciation	6,447	72,972	-	1,271,554	1,350,973
Other operating costs	681,696	495,133	102,345	302,017	1,581,191
Total Operating Expenses	<u>4,290,994</u>	<u>4,585,728</u>	<u>6,809,042</u>	<u>3,337,340</u>	<u>19,023,104</u>
OPERATING INCOME (LOSS)	<u>(747,208)</u>	<u>(398,580)</u>	<u>(803,363)</u>	<u>613,481</u>	<u>(1,335,670)</u>
NONOPERATING REVENUES (EXPENSES)					
Interest income	(23,050)	(37,825)	(210,807)	(85,377)	(357,059)
Total nonoperating revenues (expenses)	<u>(23,050)</u>	<u>(37,825)</u>	<u>(210,807)</u>	<u>(85,377)</u>	<u>(357,059)</u>
INCOME BEFORE TRANSFERS	<u>(770,258)</u>	<u>(436,405)</u>	<u>(1,014,170)</u>	<u>528,104</u>	<u>(1,692,729)</u>
TRANSFERS:					
Transfers in	-	300,000	-	178,693	478,693
Change in net position	<u>(770,258)</u>	<u>(136,405)</u>	<u>(1,014,170)</u>	<u>706,797</u>	<u>(1,214,036)</u>
NET POSITION:					
Beginning of the year	994,379	2,102,722	3,941,870	10,048,874	17,087,845
End of the year	<u>\$ 224,121</u>	<u>\$ 1,966,317</u>	<u>\$ 2,927,700</u>	<u>\$ 10,755,671</u>	<u>\$ 15,873,809</u>

City of San Leandro
Combining Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2022

	Building Maintenance	Information Management Services	Self - Insurance	Equipment Maintenance	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers	\$ 399	\$ 325	\$ 741,395	\$ 162,004	\$ 904,123
Receipts from interfund charges	3,543,387	4,236,135	5,753,918	3,788,817	17,322,257
Cash payments to suppliers and service providers	(2,882,896)	(2,566,786)	(6,263,080)	(1,435,135)	(13,147,897)
Cash payments to employees for services	(1,269,385)	(1,800,707)	(322,400)	(678,809)	(4,071,301)
Net cash provided (used) by operating activities	(608,495)	(131,033)	(90,167)	1,836,877	1,007,182
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers in from other funds	-	300,000	-	178,693	478,693
Net cash provided (used) by noncapital financing activities	-	300,000	-	178,693	478,693
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition of capital assets	665	(411,653)	-	(816,234)	(1,227,222)
Net cash provided (used) by capital and related financing activities	665	(411,653)	-	(816,234)	(1,227,222)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Change in market values of investments	(36,644)	(68,254)	(384,334)	(165,358)	(654,590)
Interest income	20,404	32,015	170,649	74,629	297,697
Cash Flows from Investing Activities	(16,240)	(36,239)	(213,685)	(90,729)	(356,893)
Net Cash Flows	(624,070)	(278,925)	(303,852)	1,108,607	(98,240)
CASH AND CASH EQUIVALENTS:					
Cash and investments at beginning of year	1,110,843	2,167,835	11,645,027	4,242,259	19,165,964
Cash and investments at end of year	<u>\$ 486,773</u>	<u>\$ 1,888,910</u>	<u>\$ 11,341,175</u>	<u>\$ 5,350,866</u>	<u>\$ 19,067,724</u>
RECONCILIATION OF OPERATING INCOME (LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ (747,208)	\$ (398,580)	\$ (803,363)	\$ 613,481	\$ (1,335,670)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	6,447	72,972	-	1,271,554	1,350,973
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	-	(1,010)	489,634	-	488,624
(Increase) decrease in inventory	-	50,322	-	(79,236)	(28,914)
(Decrease) increase in accounts payable	41,446	154,883	264,755	32,173	493,257
(Decrease) increase in other liabilities	-	-	(61,524)	-	(61,524)
(Decrease) increase in claims and judgments payable	-	-	18,235	-	18,235
(Decreased) increase in compensated absences	90,820	(9,620)	2,096	(1,095)	82,201
Total cash provided (used) by operating activities	\$ (608,495)	\$ (131,033)	\$ (90,167)	\$ 1,836,877	\$ 1,007,182

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	155
These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.	
Revenue Capacity	163
These schedules contain information to help the reader assess the city's most significant local revenue sources, sales tax and property tax.	
Debt Capacity	175
These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.	
Demographic and Economic Information	183
These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place.	
Operating Information	187
These schedules contain service and infrastructure data to help the reader understand how the information in the city's financial report relates to the services the city provides and the activities it performs.	



FINANCIAL TRENDS

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

Net Position by Component Unit - Last Ten Fiscal Years

Changes in Net Position - Last Ten Fiscal Years

Program Revenues by Function / Program - Last Ten Fiscal Years

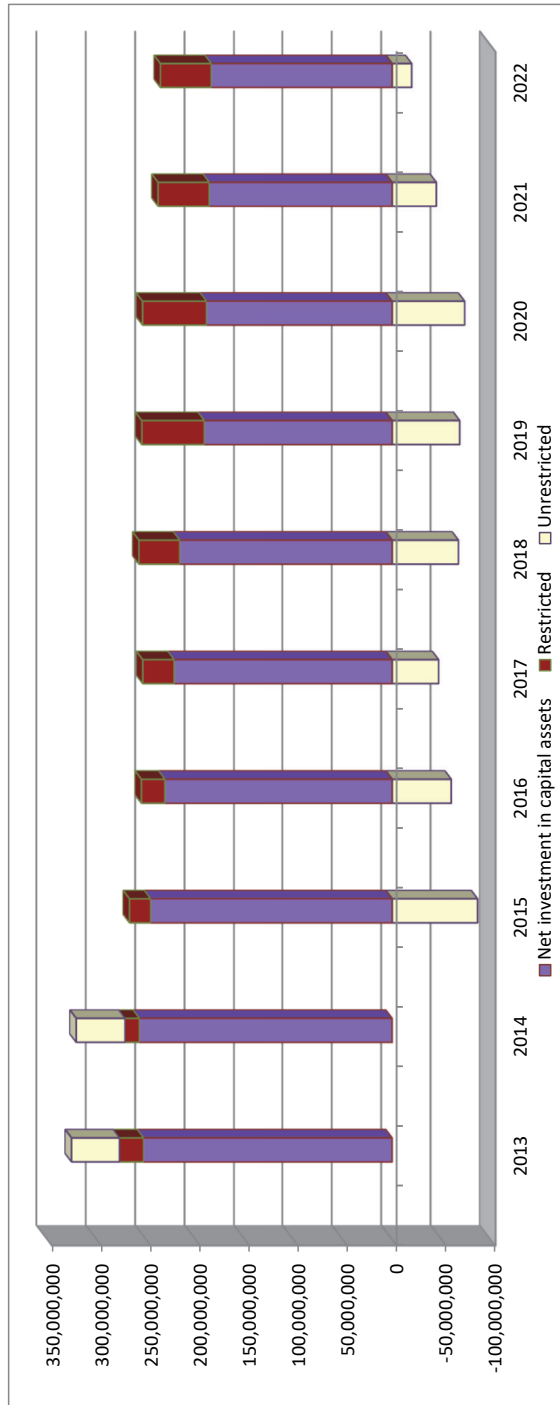
Fund Balances of Governmental Funds - Last Ten Fiscal Years

General Fund Revenue by Source - Last Ten Fiscal Years

Changes in Fund Balance of Governmental Funds - Last Ten Fiscal Years



City of San Leandro
Net Position by Component Unit
Last Ten Fiscal Years
(Accrual Basis of Accounting)



	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities										
Net investment in capital assets	\$ 219,701,797	\$ 225,401,873	\$ 212,967,616	\$ 200,560,064	\$ 190,556,178	\$ 181,178,754	\$ 152,522,070	\$ 147,336,413	\$ 146,227,950	\$ 139,036,949
Restricted	24,162,116	14,371,041	21,206,626	23,680,435	31,647,662	41,104,032	63,079,453	64,472,691	51,588,031	51,233,996
Unrestricted	33,524,445	28,282,857	(98,955,552)	(77,776,029)	(67,544,332)	(84,962,486)	(88,393,775)	(90,215,808)	(70,341,620)	(45,191,914)
Total Governmental Activities Net Position	\$ 277,388,358	\$ 268,055,771	\$ 135,218,690	\$ 146,464,470	\$ 154,659,508	\$ 137,320,300	\$ 127,207,748	\$ 121,593,296	\$ 127,474,361	\$ 145,079,031
Business-Type Activities										
Net investment in capital assets	\$ 32,979,235	\$ 31,512,875	\$ 32,505,629	\$ 30,434,444	\$ 31,056,113	\$ 34,872,307	\$ 38,661,914	\$ 41,645,101	\$ 39,934,659	\$ 45,175,278
Restricted	15,002,725	21,031,537	12,609,167	18,050,170	20,616,425	17,962,702	20,090,760	16,938,807	25,724,305	25,516,257
Unrestricted	47,981,960	52,544,412	45,114,796	48,484,614	51,672,538	52,835,009	58,732,674	58,583,908	65,658,964	70,691,535
Total Business-Type Activities Net Position	\$ 90,961,930	\$ 105,088,827	\$ 89,729,512	\$ 96,968,928	\$ 102,744,756	\$ 102,707,016	\$ 116,924,344	\$ 126,167,816	\$ 105,317,628	\$ 115,890,813
Primary government										
Net investment in capital assets	\$ 252,681,032	\$ 256,914,748	\$ 245,473,245	\$ 230,994,508	\$ 221,612,291	\$ 216,051,061	\$ 191,183,984	\$ 188,981,514	\$ 186,162,609	\$ 184,212,227
Restricted	24,162,116	14,371,041	21,206,626	23,680,435	31,647,662	41,104,032	63,079,453	64,472,691	51,588,031	51,233,996
Unrestricted	48,527,170	49,314,394	(86,346,385)	(59,725,859)	(46,927,907)	(66,999,784)	(68,303,015)	(73,277,001)	(44,617,315)	(19,675,657)
Total Governmental Activities Net Position	\$ 325,370,318	\$ 320,600,183	\$ 180,333,486	\$ 194,949,084	\$ 206,332,046	\$ 190,155,309	\$ 185,960,422	\$ 180,177,204	\$ 193,133,325	\$ 215,770,566

Source: City of San Leandro Annual Comprehensive Financial Report (ACFR) - Statement of Net Position
 Note: (1) Large negative amount in 2015 is due to the implementation of GASB 68.

**City of San Leandro
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)**

Expenses:	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities:										
General government	\$ 13,166,855	\$ 11,609,391	\$ 10,896,679	\$ 7,923,300	\$ 8,524,377	\$ 13,658,584	\$ 14,053,667	\$ 13,979,398	\$ 10,695,243	\$ 5,526,031
Public safety	45,465,294	47,180,237	47,989,126	52,944,433	54,510,194	64,971,782	68,742,284	73,021,991	78,812,214	84,150,324
Engineering & Transportation	25,662,305	31,712,176	30,566,925	31,476,280	28,124,152	32,933,260	35,750,270	32,594,161	23,380,477	35,676,370
Recreation & Culture	11,586,223	11,786,787	11,667,158	13,824,385	13,228,291	14,756,277	14,087,453	13,337,227	11,113,653	12,111,560
Community Development	4,904,402	5,389,381	5,704,907	6,840,393	8,134,895	10,216,834	10,390,977	15,377,114	17,849,902	12,284,760
Interest on long-term debt	2,548,119	2,097,257	2,156,400	1,764,322	2,218,025	1,677,316	1,794,526	1,827,883	2,201,522	2,541,972
Total governmental activities expenses	103,333,198	109,775,229	108,981,195	114,773,113	114,739,934	138,214,053	144,819,177	150,137,774	144,053,011	152,290,117
Business-type activities:										
Water Pollution Control	7,499,555	7,978,058	8,802,564	13,534,488	10,795,950	12,184,473	11,814,460	15,233,737	14,588,118	11,456,337
Shoreline	1,861,532	1,922,489	1,691,932	1,839,667	1,754,842	1,786,193	1,677,896	2,094,266	5,393,167	5,389,583
Storm Water Utility	978,816	1,078,252	1,105,054	1,212,469	1,412,257	1,412,257	1,407,078	1,417,416	1,551,666	1,583,533
Environmental Services	1,175,257	1,027,054	1,020,388	1,189,985	1,065,885	1,095,232	1,061,370	1,081,674	807,630	763,670
Total business-type activities expenses	11,515,160	12,005,853	12,619,938	17,776,609	14,722,688	16,478,155	15,960,804	19,827,093	22,340,581	19,193,123
Total primary government expenses	114,848,358	121,781,082	121,601,133	132,549,722	129,462,622	154,692,208	160,779,981	169,964,867	166,393,592	171,483,240
Program revenues:										
Governmental activities:										
General government	17,631,582	18,514,127	18,898,038	20,044,219	20,858,027	22,994,212	24,123,875	26,307,855	26,664,153	27,772,678
Property taxes	26,304,583	29,097,614	32,948,155	42,336,643	41,727,835	42,990,223	45,865,704	44,654,873	49,574,497	54,686,116
Sales taxes	4,444,251	4,581,920	4,845,086	4,968,614	5,102,904	5,269,391	5,192,138	5,648,900	5,844,069	5,951,091
Franchise Fees	9,888,123	10,157,762	10,359,050	10,807,581	10,975,234	10,719,315	10,812,141	10,529,901	10,830,889	11,611,644
Utility Users Tax	2,956,419	3,282,026	4,112,030	4,460,568	5,459,316	5,176,403	5,372,712	5,788,439	9,558,694	14,957,472
Property Transfer Tax	2,723,255	2,804,181	2,974,313	2,917,993	2,890,302	3,035,256	3,110,165	3,123,155	3,255,178	3,388,459
911 Communication Access Tax	591,016	652,866	733,867	811,619	907,651	1,008,115	1,430,740	1,821,885	1,813,395	1,896,881
Other taxes	44,112	36,768	35,936	-	-	-	-	-	-	-
Motors Vehicle License Fees	919,213	1,255,043	1,191,893	1,882,764	1,560,277	1,691,972	4,286,379	4,483,519	1,403,560	(1,527,446)
Investment	962,356	514,851	825,082	4,225,123	1,702,501	5,426,862	853,797	878,095	769,949	-
Community Impact Reimbursement	393,741	16,196	6,902	7,060	3,004	1,020,970	1,578	553,670	1,221,097	-
Miscellaneous	(72,135)	(72,135)	-	25,000	-	187,921	(476,000)	111,937	-	-
Gain on sale of assets	13,735,756	14,989,867	16,063,276	16,552,308	16,956,990	18,674,955	19,315,193	17,865,810	15,588,302	18,635,326
Charges for Service	7,216,114	10,009,842	10,516,591	11,421,781	9,456,976	9,394,883	7,998,205	17,774,584	7,878,242	9,859,600
Capital grants and contributions	5,672,929	4,529,539	8,038,949	5,557,620	5,333,955	6,579,225	6,897,906	7,532,791	15,532,050	21,218,809
Operating grants and contributions	93,411,315	100,442,602	111,549,168	126,018,893	122,934,972	134,169,703	134,706,625	144,523,322	149,934,075	169,894,788
Total Governmental activities program revenues	14,813,211	15,635,395	16,878,752	15,991,142	16,858,465	16,368,849	18,052,981	17,162,985	24,818,868	23,848,318
Business-type activities:										
Charges for services	-	-	-	-	243,304	369,087	982,215	258,586	3,644,686	66,721
Capital Grants and Contributions	-	-	-	-	-	-	268,599	472,735	349,804	356,393
Operating grants and contributions	360,246	417,231	477,190	520,321	629,411	806,392	836,332	660,893	441,445	602,208
Other taxes	209,659	264,904	259,724	425,834	179,432	284,219	1,262,342	1,215,065	1,600,834	(647,946)
Investment Earnings	207,795	250,775	268,689	4,234,130	-	-	-	-	-	-
Miscellaneous	-	-	-	(25,000)	-	(187,921)	476,000	(111,937)	-	-
Gain or loss on sale of assets	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Total Business activities program revenues	15,663,046	16,568,305	17,884,355	21,146,427	17,910,612	17,640,626	21,878,469	19,658,327	29,415,637	24,225,694
Total primary government program revenues	109,074,361	117,010,907	129,433,523	147,165,320	140,845,584	151,810,329	156,585,094	164,181,649	179,349,712	194,120,482
Extraordinary Items	-	-	-	-	-	-	-	-	-	-
Net revenues (expenses):										
Governmental Activities	(9,921,883)	(9,332,627)	2,567,973	11,245,780	8,195,038	(4,044,350)	(10,112,552)	(5,614,452)	5,881,064	17,604,671
Business-type activities	4,147,886	4,562,452	5,264,417	3,569,818	3,187,924	1,162,471	5,917,665	(1,687,660)	7,075,056	5,032,571
Total net revenues (expenses)	\$ (5,773,997)	\$ (4,770,175)	\$ 7,832,390	\$ 14,615,598	\$ 11,382,962	\$ (2,881,879)	\$ (4,194,887)	\$ (5,783,218)	\$ 12,956,120	\$ 22,637,242

Source: City of San Leandro Annual Comprehensive Financial Report (ACFR) - Statement of Activities

**City of San Leandro
Program Revenues by Function/ Program
Last Ten Fiscal Years
(Accrual Basis of Accounting)**

Program / Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental Activities:										
General Government	\$ 7,436,918	\$ 7,310,491	\$ 7,887,476	\$ 10,326,562	\$ 8,550,928	\$ 9,381,699	\$ 9,786,425	\$ 9,660,706	\$ 10,206,812	\$ 13,635,682
Public Safety	4,482,346	3,749,814	3,623,194	3,897,568	3,801,944	4,429,180	3,877,786	3,582,527	3,164,583	2,195,549
Engineering and transportation	6,723,903	9,607,387	8,668,597	10,897,823	10,772,477	11,825,335	11,626,649	20,260,794	15,402,179	22,755,835
Recreation and culture	4,022,452	5,114,524	4,493,916	4,385,376	4,062,763	3,605,783	3,559,591	3,890,762	3,280,434	3,241,826
Community development	3,959,180	3,747,032	9,945,633	4,024,380	4,559,809	5,407,066	5,360,853	5,778,396	6,944,586	7,884,843
Interest on long-term debt	-	-	-	-	-	-	-	-	-	-
Subtotal governmental activities	\$ 26,624,799	\$ 29,529,248	\$ 34,618,816	\$ 33,531,709	\$ 31,747,921	\$ 34,649,063	\$ 34,211,304	\$ 43,173,185	\$ 38,998,594	\$ 49,713,735
Business-Type Activities										
Water Pollution Control Plant	\$ 11,266,178	\$ 11,961,374	\$ 12,996,465	\$ 12,467,570	\$ 13,068,979	\$ 12,574,723	\$ 15,250,875	\$ 14,172,199	\$ 20,054,960	\$ 16,085,725
Shoreline	1,846,750	1,928,280	2,038,388	1,702,955	1,994,642	2,085,975	1,970,376	1,710,740	6,778,655	6,287,707
Storm Water Utility	1,086,070	1,072,146	1,070,154	1,093,460	1,084,122	1,056,708	1,068,814	1,073,513	1,071,874	1,084,536
Environmental Services	614,213	673,595	773,745	727,157	954,026	1,020,530	1,013,730	937,854	907,869	813,464
Subtotal business-type activities	\$ 14,813,211	\$ 15,635,395	\$ 16,878,752	\$ 15,991,142	\$ 17,101,769	\$ 16,737,936	\$ 19,303,795	\$ 17,894,306	\$ 28,813,358	\$ 24,271,432
Total primary government	\$ 41,438,010	\$ 45,164,643	\$ 51,497,568	\$ 49,522,851	\$ 48,849,690	\$ 51,386,999	\$ 53,515,099	\$ 61,067,491	\$ 67,811,952	\$ 73,985,167

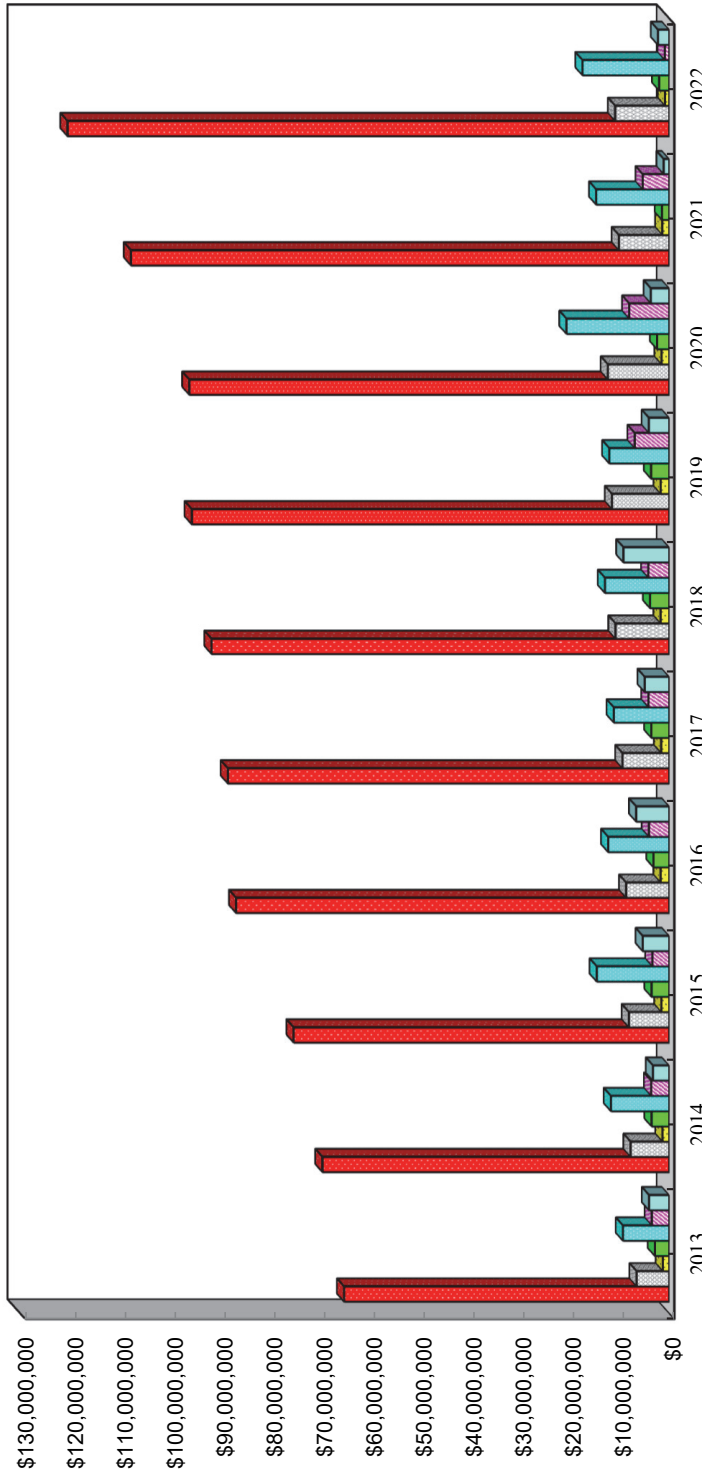
Source: City of San Leandro Annual Comprehensive Financial Report (ACFR) - Statement of Activities

City of San Leandro
Fund Balance of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable	10,147,160	10,147,160	13,849,630	14,448,674	12,552,626	11,267,706	10,902,741	7,997,945	7,626,704	7,218,598
Restricted	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Assigned	264,275	662,973	1,766,700	3,128,977	4,577,831	5,301,907	6,296,907	9,799,641	9,505,953	16,010,475
Unassigned	14,836,844	18,762,223	19,145,226	29,378,795	33,781,436	36,552,684	42,741,116	46,666,766	66,536,219	78,134,921
Total General Fund	\$ 25,298,279	\$ 29,622,356	\$ 34,811,556	\$ 47,006,446	\$ 50,961,893	\$ 53,172,297	\$ 59,990,764	\$ 64,514,352	\$ 83,718,876	\$ 101,413,994
All other governmental funds:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, designated	-	-	-	-	-	-	-	-	-	-
Unreserved, undesignated, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	17,417,246	16,083,695	22,590,294	25,002,605	32,364,776	41,104,032	63,726,144	64,472,691	54,358,746	54,062,312
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	(1,646,590)	(1,712,654)	(1,383,668)	(1,322,170)	(717,114)	-	(646,691)	-	(3,201,383)	(2,828,316)
Total all other governmental funds	\$ 15,770,656	\$ 14,371,041	\$ 21,206,626	\$ 23,680,435	\$ 31,647,662	\$ 41,104,032	\$ 63,079,453	\$ 64,472,691	\$ 51,588,031	\$ 51,233,996
Total All Governmental Funds	\$ 41,068,935	\$ 43,993,397	\$ 56,018,182	\$ 70,686,881	\$ 82,609,555	\$ 94,276,329	\$ 123,070,217	\$ 128,987,043	\$ 135,306,907	\$ 152,647,990

Source: City of San Leandro Annual Comprehensive Financial Report (ACFR) - Governmental Funds Balance Sheet

**City of San Leandro
General Governmental Revenues By Source
All Government Fund Types
Last Ten Fiscal Years**



Fiscal Year	Property & Other Taxes		Licenses & Permits		Fines & Forfeitures		Service Charges		Intergovernmental		Use of Money & Property		Other Revenue		Total
	\$		\$		\$		\$		\$		\$		\$		
2013	65,125,564	\$	6,482,902	\$	1,237,354	\$	2,830,649	\$	9,233,120	\$	3,445,104	\$	4,011,757	\$	92,366,450
2014	69,453,813		7,700,470		1,302,814		3,492,225		11,640,820		3,582,413		3,215,110		100,387,665
2015	75,226,114		8,041,005		1,524,570		3,489,068		14,476,306		3,332,499		5,266,519		111,356,081
2016	86,735,605		8,594,731		1,685,098		3,099,475		12,191,846		4,023,537		6,587,487		122,917,779
2017	88,391,366		9,348,195		1,572,898		3,543,567		11,078,666		4,117,990		4,882,290		122,934,972
2018	91,648,512		10,726,515		1,688,351		3,790,985		12,843,102		4,145,901		9,138,416		133,981,782
2019	95,596,907		11,429,826		1,675,533		3,592,813		11,964,009		6,878,046		4,045,491		135,182,625
2020	96,089,825		12,249,199		1,495,851		2,399,404		20,552,655		7,972,029		3,652,422		144,411,385
2021	107,772,445		10,062,117		1,338,461		1,426,373		14,601,427		5,277,599		1,075,849		141,554,271
2022	120,465,255		10,801,893		809,767		1,970,713		17,343,374		835,725		2,217,020		154,443,747

Source: City of San Leandro Annual Comprehensive Financial Report (ACFR) - Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances

**City of San Leandro
Changes in Fund Balance of Governmental Funds
Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:									
Property and other taxes	\$ 65,125,564	\$ 69,453,813	\$ 75,226,114	\$ 86,735,605	\$ 88,391,366	\$ 91,648,512	\$ 95,596,907	\$ 96,089,825	\$ 107,772,445
Licenses and permits	6,482,902	7,700,470	8,041,005	8,594,731	9,348,195	10,726,515	11,429,826	12,249,199	10,062,117
Fines and forfeitures	1,237,354	1,302,814	1,524,570	1,685,098	1,572,898	1,688,351	1,675,533	1,495,851	1,338,461
Service charges	2,830,649	3,492,225	3,489,068	3,099,475	3,543,567	3,790,985	3,592,813	2,399,404	1,426,373
Intergovernmental	9,233,120	11,640,820	14,476,306	12,191,846	11,078,666	12,843,102	11,964,009	20,552,655	14,601,427
Use of money and property	3,445,104	3,582,413	3,340,946	4,023,537	4,117,990	4,145,901	6,878,046	7,972,029	5,277,599
Intergovernmental	2,001,928	2,002,139	2,250,266	1,999,878	1,999,878	1,999,878	1,999,878	1,999,878	2,001,068
Other	2,009,829	1,212,971	3,007,806	4,587,609	2,882,412	7,138,538	2,045,613	1,652,544	1,075,849
Total revenues	92,366,450	100,387,665	111,356,081	122,917,779	122,934,972	133,981,782	135,182,625	144,411,385	143,555,339
Expenditures:									
Current:									
General government	12,993,178	11,350,118	11,720,994	11,846,864	11,493,208	11,679,072	12,305,756	13,109,392	14,745,469
Public safety	46,437,960	46,983,838	49,441,422	52,258,892	54,732,167	60,034,363	62,392,436	64,708,745	65,649,509
Engineering and transportation	14,550,085	19,310,489	17,905,896	19,185,657	19,487,997	25,648,773	24,132,999	28,781,633	23,906,576
Recreation and culture	10,274,496	10,244,659	10,481,528	12,214,366	11,845,986	11,898,321	11,101,882	10,999,381	10,069,379
Community development	4,311,194	5,138,376	5,708,945	6,480,125	7,700,158	8,244,056	9,132,310	14,699,407	17,767,244
Capital Outlay	-	-	-	-	-	-	-	-	-
Debt service:									
Principal	1,577,051	2,271,828	2,524,833	2,549,397	18,960,762	3,206,330	3,480,537	3,668,156	3,884,915
Interest and fees	2,605,761	2,163,895	2,299,286	1,963,779	2,196,157	1,744,082	2,207,841	2,417,755	2,256,968
Total expenditures	92,749,725	97,463,203	100,082,904	106,499,080	126,416,435	122,454,997	124,753,761	138,384,469	138,280,060
Excess (deficiency) of revenues over (under) expenditures	(383,275)	2,924,462	11,273,177	16,418,699	(3,481,463)	11,526,785	10,428,864	6,026,916	5,275,279
Other financing Sources (uses):									
Issuance of capital lease	-	-	-	-	-	-	-	-	-
Proceeds from refunding of bonds	(9,817,009)	-	-	-	-	-	-	-	-
Payment to refunded bonds escrows agents	-	-	-	-	-	-	-	-	-
Transfers in	577,000	776,000	2,604,156	3,877,017	4,193,000	10,345,878	28,198,333	6,425,000	8,427,823
Transfers out	(1,606,599)	(776,000)	(2,604,156)	(5,627,017)	(10,453,000)	(10,205,889)	(30,047,660)	(6,535,090)	(8,604,335)
Property Proceeds	-	-	-	-	-	-	-	-	1,221,097
Bonds Proceeds	-	-	-	-	-	-	-	-	-
Loan Proceeds	-	-	-	-	-	-	-	-	-
Lease Proceeds	-	-	-	-	-	-	-	-	-
Issuance of Debt	10,152,405	-	-	-	21,664,137	-	20,214,351	-	-
Total other financing sources (uses)	(694,203)	-	-	(1,750,000)	15,404,137	139,989	18,365,024	(110,090)	1,044,585
Prior period restatement	-	-	-	-	-	-	-	-	-
Net change in fund balances	\$ (1,077,478)	\$ 2,924,462	\$ 11,273,177	\$ 14,668,699	\$ 11,922,674	\$ 11,666,774	\$ 28,793,888	\$ 5,916,826	\$ 6,319,864
Debt Services as a percentage of non-capital expenditures	4.72%	4.77%	5.06%	4.43%	20.10%	4.21%	4.78%	4.60%	4.65%

Sources: City of San Leandro Annual Comprehensive Financial Report (ACFR) - Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances
City of San Leandro Annual Comprehensive Financial Report (ACFR) - Reconciliation of the Net Change in Fund Balances - Total Government Funds with the Statement of Activities

REVENUE CAPACITY

These schedules contain information to help the reader assess the city's most significant local revenue sources, sales tax and property tax.

Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years

Assessed Value of Taxable Property - Last Ten Fiscal Years

Net Assessed Value of Property by Use Code, Citywide - Last Three Fiscal Year

Principal Property Tax Payers - Current Year and Nine Years Ago

Property Tax Levies and Collections - Last Ten Fiscal Years

Historical Sales Tax Amount by Benchmark Year - Last Nine Calendar Years at Quarter 1 (Q1)

Principal Sales Tax Producers - Last Fiscal Year and Nine Years Ago

Sewer Rates - Last Ten Fiscal Years

Number of Permits and Valuation of Taxable Transactions - Last Ten Calendar Years



City of San Leandro
Direct and Overlapping Property Tax Rates
(Rate per \$1,000 of assessed value)
Last Ten Fiscal Years

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Basic City and County Levy										
City of San Leandro	0.156681	0.156681	0.156681	0.156681	0.156681	0.156681	0.156681	0.156681	0.156681	0.156681
County of Alameda	0.843319	0.843319	0.843319	0.843319	0.843319	0.843319	0.843319	0.843319	0.843319	0.843319
Total Basic Levy	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
Override Assessments										
County GO Bond	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.011200	0.010800	0.003600	0.004100
San Leandro Unified School Bond	0.108500	0.118800	0.131000	0.121500	0.117900	0.140600	0.133500	0.132500	0.177000	0.173200
Chabot-Las Positas College Bond	0.021900	0.021400	0.021700	0.019800	0.024600	0.044500	0.044300	0.042200	0.021400	0.045800
Bay Area Rapid Transit	0.005100	0.007500	0.004500	0.002600	0.008000	0.008400	0.007000	0.012000	0.013900	0.006000
East Bay Regional Park	0.004300	0.007800	0.008500	0.006700	0.003200	0.002100	0.005700	0.006000	0.001400	0.002000
Total Override Rate	0.139800	0.155500	0.165700	0.150600	0.153700	0.195600	0.201700	0.203500	0.217300	0.231100
Total Tax Rate	1.139800	1.155500	1.165700	1.150600	1.153700	1.195600	1.201700	1.203500	1.217300	1.231100

Tax rates have been restated from previous CAFR reports

Sources

- 1) County Auditor/Controller data, Avenu Insights & Analytics
- 2) 2011-12 and prior, previously published CAFR Report

Note: TRAs 10-001 is represented for this report.

City of San Leandro
Assessed Value of Taxable Property
Last Ten Fiscal Years
(In Thousands)

Fiscal Year Ended June 30	City (Excl Successor Agency)				Successor Agency				City Wide			
	Secured Property	Unsecured Property	Less: Exemptions	Taxable Assessed Value	Secured Property	Unsecured Property	Less: Exemptions	Taxable Assessed Value	Total Tax Rate (1)	Taxable Assessed Value	Estimated Actual Taxable Value (2)	Factor of Taxable Assessed Value
2013	\$ 6,015,787	\$ 147,948	\$ 113,086	\$ 6,050,649	\$ 3,570,284	\$ 382,532	\$ 123,831	\$ 3,828,985	1.1398	\$ 9,879,634	\$ -	-
2014	5,899,077	153,300	183,511	5,868,866	4,365,737	359,508	139,085	4,586,160	1.1555	10,455,026	-	-
2015	6,310,548	152,421	196,657	6,266,312	4,694,159	367,800	907,973	4,153,986	1.1657	10,420,298	13,808,666	1.3252
2016	7,795,139	197,971	178,848	7,814,262	3,899,194	371,143	892,306	3,378,031	1.1657	11,192,293	15,938,474	1.4241
2017	8,243,336	235,839	334,516	8,144,659	3,995,308	404,452	851,651	3,548,110	1.1537	11,692,768	20,767,772	1.7761
2018	8,775,315	229,625	319,941	8,684,999	4,195,622	413,077	880,570	3,728,128	1.1956	12,413,128	18,025,239	1.4521
2019	9,283,562	281,710	355,814	9,209,457	4,424,460	473,473	894,212	4,003,721	1.2017	13,213,179	21,102,345	1.5971
2020	9,780,976	301,691	362,978	9,719,689	4,796,146	544,368	956,213	4,384,301	1.2035	14,103,990	20,936,315	1.4844
2021	10,237,915	275,465	367,295	10,146,085	5,026,306	580,363	1,004,807	4,601,862	1.2173	14,747,947	18,755,382	1.2717
2022	10,671,290	248,354	351,759	10,567,885	5,202,833	536,027	999,971	4,738,889	1.2311	15,306,774	21,274,862	1.3899

Source: County Assessor Data, Avenu Insights & Analytics
Source: 2011-12 and prior, previously published ACFR Report
Table does not include state unitary value of \$3,331,742.

Notes:
(-) Data Unavailable
(1.) Total direct tax rate is represented by TRA 10-001
(2.) Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices.
Based on these calculations a multiplier value was extrapolated and applied to current assessed values.

**City of San Leandro
Net Assessed Value of Property by Use Code, Citywide
Last Three Fiscal Years**

Category	FY 2020	FY 2021	FY 2022
Residential	\$ 9,313,064,010	\$ 9,547,285,037	\$ 9,964,415,506
Industrial	2,342,209,067	2,446,370,564	2,626,276,566
Commercial	1,521,483,820	1,703,634,396	1,743,505,980
Vacant	1,245,366,739	253,274,012	191,456,692
Institution	137,623,925	1,076,356,414	1,095,462,065
Professional	-	7,266,289	7,758,020
Government	11,223,057	50,635,312	46,808,197
Public	872,653	-	-
Recreation	5,276,745	1,136,936	1,148,710
Unknown	2,454	178,262,772	197,291,505
Net Secured Value	14,577,122,470	15,264,221,732	15,874,123,241
Unsecured Exemptions	846,059,291	855,827,698	784,380,778
Net Assessed Value	\$ 14,103,991,425	\$ 14,747,947,315	\$ 15,306,774,905

Source: County Assessor data, Avenu Insights & Analytics

Use code categories are based on County Assessor's data

Secured Property does not include state unitary value of \$3,331,742.

City of San Leandro
Principal Property Tax Payers
June 30, 2022
Current Fiscal Year and Nine Years Ago

Taxpayer	2022			2013		
	Rank	Taxable Value (\$)	Percent of Total City Taxable Value (%)	Rank	Taxable Value (\$)	Percent of Total City Taxable Value (%)
AMB Property LP	1	\$ 204,756,320	1.34%	2	\$ 172,176,636	1.70%
Ghirardelli Chocolate Company	2	144,477,739	0.94%	3	163,241,645	1.61%
Waste Management Of Alameda Co	3	133,005,006	0.87%	11	47,257,951	0.47%
Kaiser Foundation Hospitals	4	112,988,859	0.74%	1	418,470,118	4.13%
100 Haleyon Owner LLC	5	108,471,105	0.71%			
Colfin 2018 2 Industrial Owner	6	105,642,585	0.69%			
Safeway Stores Incorporated	7	100,742,143	0.66%	14	36,633,682	0.36%
SLTC LLC	8	95,622,728	0.62%			
BRE Westgate Property Owner LI	9	90,015,639	0.59%			
BPP Pacific Industrial Ca Reit	10	86,312,830	0.56%			
MM PG Bayfair Properties LLC	11	84,462,602	0.55%			
BG8 Williams Street LLC	12	71,366,280	0.47%			
2000 Marina LLC	13	58,611,135	0.38%			
Prologis Uslv Newca 7 LLC	14	55,873,071	0.37%			
Chill Build San Leandro LLC	15	55,847,321	0.36%			
Woodchase Owner LLC	16	55,748,803	0.36%			
Reyes Coca-Cola Bottling LLC	17	51,315,492	0.34%			
Creekside Plaza Partners LLC	18	49,369,421	0.32%			
Lone Oak San Leandro LLC	19	47,302,650	0.31%			
R. Torre & Company Inc	20	45,975,246	0.30%			
Gateway Buena Park Inc	21	42,284,460	0.28%	15	36,440,413	0.36%
Georgia Pacific Corrugated LLC	22	41,401,087	0.27%	7	75,421,630	0.74%
77 & 85 Estabrook LLC	23	39,409,752	0.26%			
Leandro Brookshire LLC	24	37,203,216	0.24%			
Terreno Merced LLC	25	37,100,160	0.24%			
Standard Lakeside I Lp				4	110,098,160	1.09%
BCI Coca Cola Bottling Co Of Los Angeles				5	105,099,694	1.04%
Madison Bay Fair LLC				6	77,727,138	0.77%
General Foods Corp				8	65,589,864	0.65%
Peterson Power Systems Inc				9	57,021,344	0.56%
SKB Westgate Investments LLC				10	48,230,278	0.48%
Maxwell House Div				12	39,201,221	0.39%
Batarse Anthony A Jr Tr				13	37,090,289	0.37%
City Of San Leandro				16	30,016,846	0.30%
Emerald Properties				17	29,939,527	0.30%
World Savings & Loan Association				18	29,160,003	0.29%
FPA Woodchase Associates Lp				19	26,066,774	0.26%
PLP Partners Lp & Wells Fargo				20	25,875,327	0.26%
LBA Riv Co Vi LLC				21	25,500,000	0.25%
BRCP San Leandro Industrial LI				22	23,235,674	0.23%
Heritage Associates LLC				23	22,946,524	0.23%
Bigge Crane Rigging Company				24	22,641,131	0.22%
WRI Greenhouse L P				25	22,008,370	0.22%
Total Top 25 Taxpayers		1,955,305,650	12.77%		1,747,090,239	17.23%
Total Taxable Value		\$ 15,306,774,905	100.00%		\$ 10,142,526,676	100.00%

Source: County Assessor data, Avenu Insights & Analytics

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

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Residual Distribution	Total Collections to Date	
		Amount	Percent of Levy			Amount	Percent of Levy
2013	\$ 9,959,351	\$ 10,142,627	101.84%	\$ 287,147	\$ 222,507	\$ 10,652,282	106.96%
2014	10,732,261	10,338,768	96.33%	177,313	289,806	10,805,887	100.69%
2015	10,630,839	10,250,071	96.42%	158,636	337,278	10,745,985	101.08%
2016	11,326,738	10,897,360	96.21%	191,132	165,626	11,254,119	99.36%
2017	11,817,732	11,631,783	98.43%	133,429	1,604,861	13,370,073	113.14%
2018	12,566,402	12,399,772	98.67%	84,584	2,559,564	15,043,920	119.72%
2019	13,300,863	13,135,622	98.76%	168,341	2,457,712	15,761,675	118.50%
2020	14,079,125	13,862,645	98.46%	83,577	3,278,262	17,224,484	122.34%
2021	14,606,893	14,387,162	98.50%	103,506	2,721,627	17,212,295	117.84%
2022	15,159,492	14,909,498	98.35%	74,666	2,886,249	17,870,413	117.88%

Source: Alameda County Auditor-Controller's Office

City of San Leandro
Historical Sales Tax Amount by Benchmark Year
Last Nine Fiscal Years at Quarter 1 (Q1)
(In Thousands)

	2022 Q1	2021 Q1	2020 Q1	2019 Q1	2018 Q1	2017 Q1	2016 Q1	2015 Q1	2014 Q1	2013 Q1
Accommodation and Food Services	\$ 2,450,626	\$ 1,733,641	\$ 2,319,845	\$ 2,272,707	\$ 2,112,534	\$ 1,937,296	\$ 1,789,446	\$ 1,590,179	\$ 1,445,239	\$ 1,262,935
Agriculture, Forestry, Fishing and Hunting	362,397	295,412	278,543	299,202	226,325	310,445	259,414	312,992	198,971	191,301
Arts, Entertainment, and Recreation	11,048	1,821	7,155	2,973	1,055	1,164	3,906	9,309	8,516	9,185
Construction	2,570,969	2,266,998	2,171,624	1,489,611	1,544,305	1,466,437	1,824,763	1,491,611	1,177,911	1,029,487
Educational Services	405,924	310,394	356,586	409,454	303,901	241,138	237,883	311,128	229,934	237,138
Information	74,450	60,168	76,271	89,923	85,581	84,141	74,144	79,550	55,295	53,108
Manufacturing	1,822,051	1,716,772	1,822,413	1,609,965	1,724,540	3,115,134	3,414,829	2,913,127	1,279,778	1,140,991
Mining, Quarrying, and Oil and Gas Extraction	3,536,783	2,748,481	2,777,029	2,819,323	2,848,579	2,373,067	2,081,103	2,147,576	2,124,750	1,839,292
Other Services (except Public Administration)	266,488	258,101	308,071	280,429	340,700	303,082	323,462	269,204	245,244	210,153
Professional, Scientific, and Technical Services	188,851	190,785	196,234	198,962	190,056	211,126	209,561	166,247	114,730	105,989
Real Estate and Rental and Leasing	276,235	170,535	211,822	290,180	159,564	157,397	211,377	194,121	221,014	211,355
Retail Trade	18,102,538	14,695,056	15,952,168	16,061,649	16,096,452	14,971,916	14,054,637	13,070,441	12,914,180	12,080,062
Utilities	641,896	729,213	870,068	764,956	671,705	630,382	574,049	497,113	480,995	410,610
All Other NAICS Sectors	416,984	443,264	545,345	527,852	376,167	318,773	340,551	371,373	364,948	345,029
TOTAL	\$ 31,127,241	\$ 25,622,641	\$ 27,893,176	\$ 27,117,187	\$ 26,681,463	\$ 26,121,499	\$ 25,399,127	\$ 23,423,970	\$ 20,861,506	\$ 19,126,636

Source: Avenu Insights & Analytics

Note:

The data contained in this report is economic and therefore constantly changing as adjustments, fund transfers, late filings and audits are recorded. The categories listed in previous reports were based on SBOE NAICS codes and have been updated to reflect current updated CDTFA standards.

**City of San Leandro
Principal Sales Tax Producers
Current Fiscal Year and Nine Years Ago**

FY 2022		FY 2013	
Taxpayer	Business Type	Taxpayer	Business Type
American Emperor	Bldg.Matls-Whsle	AB Calif Acquisition	Bldg.Matls-Retail
Arco AM/PM Mini Marts	Service Stations	CA Superstores Chrysler Jeep	Auto Sales - New
Beacon Roofing Supply	Bldg.Matls-Whsle	Chevron Service Stations	Service Stations
Chevron Service Stations	Service Stations	Costco Wholesale	Department Stores
Consolidated Electrical Distributors	Bldg.Matls-Whsle	Cummins West	Heavy Industry
Costco Wholesale	Department Stores	ESD Company	Electronic Equipment
Edges Electrical Group	Electronic Equipment	F H Dailey Chevrolet	Auto Sales - New
F H Dailey Chevrolet	Auto Sales - New	Flyers Service Stations	Service Stations
Ferguson Enterprises	Bldg.Matls-Whsle	Home Depot	Bldg.Matls-Retail
Foundation Building Materials	Bldg.Matls-Whsle	Macy's Department Store	Department Stores
Home Depot	Bldg.Matls-Retail	Marina Square Auto Center	Auto Sales - New
Independent Electric Supply	Bldg.Matls-Whsle	Nike Factory Store	Apparel Stores
Living Spaces Furniture	Furniture/Appliance	Nordstrom Rack	Apparel Stores
Norcal Kenworth Bay Area	I. T. Infrastructure	Peterson Power Systems	Electronic Equipment
Pacific Pride	Energy Sales	Peterson Tractor Company	Heavy Industry
Peterson Power Systems	Heavy Industry	Roofing Supply Group	Bldg.Matls-Whsle
Peterson Tractor Company	Heavy Industry	Ross Stores	Apparel Stores
Peterson Trucks	Misc. Vehicle Sales	Safeway Stores	Food Markets
Ross Stores	Apparel Stores	San Leandro Honda	Auto Sales - New
San Leandro Chrysler Jeep Dodge Ram	Auto Sales - New	Shell Service Stations	Service Stations
San Leandro Honda	Auto Sales - New	SSMB Pacific Holding Company	Auto Parts/Repair
San Leandro Hyundai/Kia	Auto Sales - New	Target Stores	Department Stores
Target Stores	Department Stores	The Ford Store	Auto Sales - New
The Ford Store	Auto Sales - New	Wal Mart Stores	Department Stores
Wal Mart Stores	Department Stores	Western States Oil	Energy Sales

Source: Avenu Insights & Analytics

**City of San Leandro
Sewer Rates
Last Ten Fiscal Years**

Fiscal Year	Sewer			Non-Residential	
	Single Family	Multi-Family		Commercial	Institutional
2013	29.98	21.28		3.30 - 6.90	2.71
2014	32.27	22.90		3.55 - 7.45	2.92
2015	33.07	23.54		3.65 - 7.66	3.00
2016	33.17	23.54		3.65 - 7.66	3.00
2017	34.03	24.15		3.74 - 7.86	3.08
2018	34.71	24.63		3.81 - 8.02	3.14
2019	35.75	25.37		3.92 - 8.26	3.23
2020	37.13	26.35		4.07 - 8.58	3.36
2021	41.60	29.30		4.36 - 9.75	3.93
2022	44.90	31.60		4.68 - 10.53	4.31

Notes: Commercial and Institutional charge is based upon the volume of water used.

Source: City of San Leandro Public Works Department and Master Fee Schedule

City of San Leandro
Number of Permits and Valuation of Taxable Transactions
Last Ten Calendar Years

Calendar Year	Retail Stores		Total All Outlets	
	Number of Permits	Taxable Transactions (in thousands)	Number of Permits	Taxable Transactions (in thousands)
2013	1,304	\$ 1,348,729	2,273	\$ 2,026,119
2014	1,290	1,378,120	2,258	2,246,508
2015	1,309	1,478,697	2,425	2,483,400
2016	1,362	1,598,459	2,508	2,584,669
2017	1,374	1,662,454	2,513	2,650,938
2018	1,373	1,688,378	2,555	2,665,437
2019	1,379	1,702,666	2,618	2,718,393
2020	1,379	1,580,927	2,618	2,573,889
2021	1,455	1,709,464	2,766	2,784,599
2022	1,426	1,974,334	2,706	3,188,713

Note: Data 2015 and beyond is provided by California Dept. of Tax and Fee Administration

Note for 2020: The Number of Permits for Retail Stores and for All Outlets was not available for disclosure at the time of Financial Reporting and the 2019 year amounts were used for the number of permits.

Prior to 2015, data provided by State Board of Equalization (BOE), Taxable Sales in California (Sales and Use Tax).



DEBT CAPACITY

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

Direct and Overlapping Debt - As of June 30, 2021

Pledged-Revenue Coverage - Last Ten Fiscal Years

Computation of Legal Debt Margin - Last Ten Fiscal Years

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years



**City of San Leandro
Direct and Overlapping Debt
As of June 30, 2022**

2021-22 Assessed Valuation \$ 15,407,010,447

	Total Debt <u>6/30/2022</u>	<u>% Applicable (1)</u>	City's Share of <u>Debt 6/30/22</u>
<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>			
Alameda County	\$ 183,745,000	4.445%	\$ 8,167,465
Bay Area Rapid Transit District	2,521,570,000	1.732%	43,673,592
Chabot-Las Positas Community College District	805,595,000	10.591%	85,320,566
San Leandro Unified School District	299,866,459	91.886%	275,535,295
San Lorenzo Unified School District	177,335,000	21.779%	38,621,790
East Bay Regional Park District	184,590,000	2.765%	5,103,914
City of San Leandro Cherrywood Community Facilities District	1,530,000	100%	<u>1,530,000</u>
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 457,952,622
<u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Alameda County General Fund Obligations	\$ 742,688,000	4.445%	\$ 33,012,482
Alameda-Contra Costa Transit District Certificates of Participation	11,655,000	5.263%	613,403
San Lorenzo Unified School District Certificates of Participation	8,605,000	21.779%	1,874,083
City of San Leandro General Fund Obligations	37,086,291	100%	37,086,291
City of San Leandro Pension Obligation Bonds	4,570,000	100%	<u>4,570,000</u>
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 77,156,258
<u>OVERLAPPING TAX INCREMENT DEBT (Successor Agencies):</u>			
San Leandro Tax Allocation Bonds	\$ 10,959,000	100%	\$ 10,959,000
Alameda County – San Leandro Tax Allocation Bonds	17,105,000	55.660%	<u>9,520,643</u>
TOTAL OVERLAPPING TAX INCREMENT DEBT			\$20,479,643
TOTAL DIRECT DEBT			\$ 41,656,291
TOTAL OVERLAPPING DEBT			\$ 513,932,232
COMBINED TOTAL DEBT			\$ 555,588,523 (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, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Ratios to 2021-22 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	2.97%
Total Direct Debt (\$41,656,291)	0.27%
Combined Total Debt	3.61%

Ratios to Redevelopment Successor Agency Incremental Valuation (\$3,251,626,962):

Total Overlapping Tax Increment Debt	0.63%
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**City of San Leandro
Pledged-Revenue Coverage
Last Ten Fiscal Years**

Fiscal Year	Special Assessment Bonds			
	Special Assessment Collections	Principal	Debt Service Interest	Coverage
2013	-	-	-	-
2014	-	-	-	-
2015	-	-	-	-
2016	-	-	-	-
2017	-	-	-	-
2018	-	-	-	-
2019	-	-	-	-
2020	-	-	-	-
2021	-	-	-	-
2022	-	-	-	-

Notes: During Fiscal Year 2009-10 and beyond no assessments were necessary due to the availability of funds to pay the debt.

Source: City of San Leandro

**City of San Leandro
Computation of Legal Debt Margin
Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Assessed Valuation:										
Secured property assessed value	\$ 9,349,154,000	\$ 9,942,218,000	\$ 9,900,077,000	\$ 10,623,178,219	\$ 11,098,868,606	\$ 11,810,249,391	\$ 12,457,995,912	\$ 13,257,932,134	\$ 13,892,119,617	\$ 14,522,393,000
Addback: Exemptions	236,917,000	322,596,000	1,104,630,000	1,071,154,402	1,139,775,183	1,160,687,336	1,250,026,103	1,319,190,336	1,372,102,115	1,351,730,000
Total Assessed Valuation	\$ 9,586,071,000	\$ 10,264,814,000	\$ 11,004,707,000	\$ 11,694,332,621	\$ 12,238,643,789	\$ 12,970,936,727	\$ 13,708,022,015	\$ 14,577,122,470	\$ 15,264,221,732	\$ 15,874,123,000
Bonded debt (15% of Assessed Value)	\$ 1,437,910,650	\$ 1,539,722,100	\$ 1,650,706,050	\$ 1,754,149,893	\$ 1,835,796,568	\$ 1,945,640,509	\$ 2,056,203,302	\$ 2,186,568,371	\$ 2,289,633,260	\$ 2,381,118,450
Total Bonded Debt	980,820	694,992	715,441	42,066,944	42,404,398	37,374,715	37,374,715	50,714,022	46,829,107	42,712,291
Less:										
Special assessment bonds	-	-	-	-	-	-	-	-	-	-
Lease Revenue Debt	(28,340,000)	(30,440,000)	(26,208,000)	(25,198,000)	(27,410,045)	(20,495,000)	(37,904,000)	(36,368,000)	(34,777,000)	(33,126,000)
Capital Leases	(980,820)	(694,992)	(715,441)	(678,944)	(240,353)	(5,254,715)	(4,941,178)	(4,621,022)	(4,294,107)	(3,960,291)
Amount of Debt subject to Limit	(28,340,000)	(30,440,000)	(26,208,000)	16,190,000	14,754,000	11,625,000	(5,470,463)	9,725,000	7,758,000	5,626,000
Legal Debt Margin	\$ 1,466,250,650	\$ 1,570,162,100	\$ 1,676,914,050	\$ 1,737,959,893	\$ 1,821,042,568	\$ 1,934,015,509	\$ 2,061,673,765	\$ 2,176,843,371	\$ 2,281,875,260	\$ 2,375,492,450

Source: County Assessor Data, Avenu Insights & Analytics
Source: County of Alameda office of Auditor-Controller and Statement of Direct and Overlapping Debt

**City of San Leandro
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year Ended	Total of Personal Income	Population	Governmental Activities					Business-Type Activity				Total Government-Wide					
			Tax Allocation Bonds	Pension Obligation Bonds	CFDs and Lease Revenue Debt (1)	Capital Leases	Other Debt	Total Governmental Debt	% of Personal Income	Debt per Capita	Total Business-Type Debt (2)	% of Personal Income	Debt per Capita	Total Government-Wide Debt	% of Personal Income	Debt per Capita	
2013	\$ 5,159,811,699	85,941	\$ -	\$ 17,585,000	\$ 28,133,000	\$ 980,820	\$ 2,238,000	\$ -	\$ 48,936,820	0.95%	\$ 569.42	\$ 23,426,651	0.45%	\$ 272.59	\$ 51,559,651	1.00%	\$ 599.94
2014	5,310,979,146	86,666	-	16,675,000	27,188,000	694,992	2,107,000	-	46,664,992	0.88%	538.45	37,914,665	0.71%	437.48	65,102,665	1.23%	751.19
2015	5,545,682,831	89,189	-	15,555,000	26,208,000	715,441	1,976,000	-	44,454,441	0.80%	498.43	42,092,468	0.76%	471.95	68,300,468	1.23%	765.79
2016	5,524,820,829	88,441	-	14,345,000	25,198,000	678,944	1,845,000	-	42,066,944	0.76%	475.65	44,179,819	0.80%	499.54	69,377,819	1.26%	784.45
2017	5,587,279,300	87,700	-	13,040,000	27,410,045	240,353	1,714,000	-	42,404,398	0.76%	483.52	42,297,582	0.76%	482.30	69,707,627	1.25%	794.84
2018	5,894,517,000	88,274	-	11,625,000	20,495,000	5,254,715	1,583,000	-	38,957,715	0.66%	441.33	40,364,096	0.68%	457.26	60,859,096	1.03%	689.43
2019	6,729,183,000	89,825	-	10,085,000	37,904,000	4,941,178	1,452,000	-	54,382,178	0.81%	605.42	38,373,780	0.57%	427.21	76,277,780	1.13%	849.18
2020	6,851,117,000	87,930	-	8,405,000	36,368,000	4,621,022	1,320,000	-	50,714,022	0.74%	576.75	36,327,008	0.53%	413.14	72,695,008	1.06%	826.74
2021	7,341,134,000	87,289	-	6,570,000	37,371,395	4,294,107	1,188,000	-	49,423,502	0.67%	566.21	41,847,033	0.57%	479.41	79,218,428	1.08%	907.54
2022	8,539,844,000	88,404	-	4,570,000	35,503,128	3,960,291	1,056,000	-	45,089,419	0.53%	510.04	39,430,492	0.46%	446	74,933,620	0.88%	847.63

Note:
(1) CFDs - Community Facility District
(2) Business-type Activity Debt consists of a Marina Loan, a State Water Resources Control Board Loan, and Climatec Lease.

Sources:
(a) Income Data is provided by the U.S. Census Bureau, 2019 American Community Survey. Income data has been restated from previous years.
(b) Population Projections are provided by the California Department of Finance Projections.
(c) All other information provided by the City of San Leandro.

City of San Leandro
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	Total of		Population	Pension		Capital Leases	Other Debt	Total		% of Personal Income	Debt per Capita	General Bonded Debt to	
	Personal Income	Population		Obligation Bonds	Bonds			General Bonded Debt	General Bonded Debt to Taxable Property				
2013	\$ 5,159,811,699	85,941	\$ 17,585,000	\$ 980,820	\$ -	\$ 18,565,820	0.35%	\$ 214	0.194%				
2014	5,310,979,146	86,666	16,675,000	694,992	-	17,369,992	0.31%	195	0.169%				
2015	5,545,682,831	89,189	15,555,000	715,441	-	16,270,441	0.29%	184	0.148%				
2016	5,524,820,829	88,441	14,345,000	678,944	-	15,023,944	0.27%	170	0.128%				
2017	5,587,279,300	87,700	13,040,000	240,353	-	13,280,353	0.24%	151	0.109%				
2018	5,894,517,000	88,274	11,625,000	5,254,715	-	16,879,715	0.29%	191	0.130%				
2019	6,729,183,000	89,825	10,085,000	4,941,178	-	15,026,178	0.22%	167	0.110%				
2020	6,851,117,000	87,930	8,405,000	4,621,022	-	13,026,022	0.19%	148	0.089%				
2021	7,341,134,000	87,289	6,570,000	4,294,107	-	10,864,107	0.15%	124	0.071%				
2022	8,539,844,000	88,404	4,570,000	3,960,291	-	8,530,291	0.10%	96	0.054%				

Sources:

- (a) Income Data is provided by the U.S. Census Bureau, 2019 American Community Survey. Income data has been restated from previous years.
- (b) Population Projections are provided by the California Department of Finance Projections.
- (c) All other information provided by the City of San Leandro.



DEMOGRAPHIC AND ECONOMIC INFORMATION

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

Demographic and Economic Statistics - Last Ten Fiscal Years

Principal Employers - Current Year and Nine Years Ago



**City of San Leandro
Demographic and Economic Statistics
Last Ten Fiscal Years**

Fiscal Year	Population (1)	Personal Income (in thousands) (2)	Per Capita Personal Income (2)	Median Age	Public School Enrollment (3)	Median Home Price	Consumer Price Index	City Unemployment Rate (4)
2013	86,666	\$ 5,310,979	\$ 61,281	39.1	8,769	\$ 400,000	245.935	7.4%
2014	89,189	5,545,683	62,179	39.2	8,668	440,000	253.317	6.3%
2015	88,441	5,524,821	62,469	39.2	8,617	510,000	238.654	4.8%
2016	87,700	5,587,279	63,709	40.5	8,560	529,000	239.810	5.1%
2017	88,274	5,894,517	66,775	40.5	8,638	585,400	244.786	4.6%
2018	87,598	6,221,503	71,023	43.9	8,880	671,200	251.846	3.1%
2019	89,825	6,729,183	74,914	40.8	8,926	647,500	256.161	2.8%
2020	87,930	6,851,117	77,916	40.5	9,067	694,295	259.101	17.7%
2021	87,289	7,341,134	84,101	40.7	8,828	862,445	270.981	10.8%
2022	88,404	8,539,844	96,600	41.1	8,712	949,940	330.539	2.7%

Source: Avenu Insights & Analytics, U.S. Census Bureau
Source: 2013-14 and prior, previous published ACFR

Notes:

- 1.) Population Projections are provided by the California Department of Finance Projections.
- 2.) Income Data & CPI is provided by the U.S. Census Bureau. Income data has been restated from previous years.

**City of San Leandro
Principal Employers
Current Year and Eight Years Ago**

Employer	2021-22			2012-13		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
Kaiser Permanente	3,600	1	7.96%			
Alameda Health System*	1,591	2	3.52%			
San Leandro USD**	1,271	3	2.81%	1,095	1	3.36%
Walmart (2 locations)	817	4	1.81%	536	2	1.64%
Acco Engineered Systems	698	5	1.54%			
Safeway (4 locations)	635	6	1.40%			
Ghirardelli Chocolate Factory Outlet	525	7	1.16%	392	4	1.20%
Costco Wholesale*	487	8	1.08%	277	8	0.85%
City of San Leandro*	482	9	1.07%	406	3	1.24%
Peterson Cat	459	10	1.02%			
OSI Soft, Inc.				310	5	0.95%
BCI Coca-Cola Bottling Co-Service				285	6	0.87%
Target				280	7	0.86%
Paramedics Plus LLC				262	9	0.80%
Kindred Hospital - SF Bay Area				259	10	0.79%
Total Top Employers	10,565		23.37%	4,102		12.56%
Total City Employment (1)	45,200			42,200		

Source: Avenu Insights & Analytics

Source: 2012-13, previously published ACFR. Walmart locations are combined to show comparison.

Notes:

*Includes full and part-time

**Includes part-time and substitutes

(1) Total City Labor Force provided by EDD Labor Force Data

OPERATING INFORMATION

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

Full-Time and Part-Time City Employees by Function - Last Ten Fiscal Years

Operating Indicators by Function - Last Ten Fiscal Years

Capital Assets by Function - Last Ten Fiscal Years



**City of San Leandro
Full-Time and Part-Time City Employees by Function
Last Ten Fiscal Years**

Function	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government	50	51	55	50	51	52	52	52	52	50
Police	136	139	139	143	143	140	140	140	140	137
Engineering & Transportation	27	27	27	31	30	29	29	29	29	29
Development Services	21	22	22	26	25	29	27	27	27	27
Public Works Services	102	101	102	102	104	110	109	109	109	108
Other Agencies	0	0	0	0	0	0	0	0	0	0
Library	33	33	33	34	34	36	36	36	36	36
Recreation & Human Services	37	39	39	39	39	41	41	41	41	43
Total	406	412	417	425	426	437	434	434	434	430

Notes:
Numbers represent Full-Time equivalents. Fire Services contracted with the Alameda County Fire Department.

Source: City of San Leandro Adopted Budget

**City of San Leandro
Operating Indicators by Function
Last Ten Fiscal years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<u>Police Department:</u>										
Arrests	3,279	3,036	2,148	2,789	2,799	2,513	2,151	1,968	1,196	1,203
<u>Building Department:</u>										
Permits Issued	2,564	2,624	1,961	2,891	2,762	4,080	2,275	2,065	2,575	2,224
<u>Engineering and Transportation:</u>										
Street reconstruction (miles)	-	1.35	0.26	0.74	2.24	1.42	1.77	1.25	1.69	3.70
Street resurfacing (miles)	-	17.94	5.39	4.12	5.21	4.69	7.33	0.67	-	15.00
<u>Parks and Recreation:</u>										
Number of registrants	21,324	18,914	17,737	17,114	16,742	14,703	14,261	9,748	5,179	7,607
Number of facility rentals	1,999	2,656	3,830	2,439	2,222	2,465	2,373	1,209	220	1,235
<u>Golf Course:</u>										
Golf rounds played	95,995	96,450	102,534	99,185	98,987	105,043	100,409	97,803	163,279	129,701

Notes:

Fire Services are contracted with the Alameda County Fire Department.

Building Department: Methodology changed in 2015 from issuing permits for each discipline to one consolidated permit per project.

Source: City of San Leandro Recreation Department, Police Department, Public Works, and Building Regulations.

**City of San Leandro
Capital Asset Statistics by Function
Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
<u>Police:</u>										
Stations	1	1	1	1	1	1	1	1	1	1
<u>Fire:</u>										
Fire Stations	5	5	5	5	5	5	5	5	5	5
<u>Park and Recreation:</u>										
Parks	16	16	16	16	16	16	16	16	16	16
Community Center	2	2	2	2	2	2	2	2	2	2
<u>Engineering and Transportation:</u>										
Streets (miles)	175	175	175	175	175	175	175	175	174	174
Streetlights	5,500	5,500	5,500	5,500	5,500	6,000	6,000	6,000	6,000	6,000
Traffic signals	755	755	755	755	755	1,254	1,254	1,254	1,254	1,254
<u>Wastewater:</u>										
Sanitary Sewer Lines (miles)	130	130	130	128	128	128	128	128	128	128
Storm Drainage Lines In the City (miles)	175	175	175	180	180	180	180	180	180	180
<u>Golf Course:</u>										
Courses	2	2	2	2	2	2	2	2	2	2

Sources: City of San Leandro: Public Works Department, Engineering & Transportation Department, Recreation Department

