

# **City of Huntington Park, California**

## **Comprehensive Annual Financial Report**

*For the Year Ended June 30, 2015*

**With Report of  
Independent Auditors**

*Prepared by: Finance Department*



**City of Huntington Park**  
**Comprehensive Annual Financial Report**  
**For the Year Ended June 30, 2015**

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March 29, 2016

The Honorable Mayor, Members of the City Council and  
Citizens of the City of Huntington Park  
Huntington Park, California 90255

Dear Mayor, Members of the City Council and Citizens of the City of Huntington Park:

We are pleased to submit the Comprehensive Annual Financial Report for the City of Huntington Park (the “City”) for the fiscal year ended June 30, 2015. The City of Huntington Park annually publishes a complete set of financial statements that are presented in conformity with generally accepted accounting principles (“GAAP”) and audited by an independent, certified public accounting firm.

Responsibility for both the accuracy of the data and the completeness and fairness of the information, including all disclosures, rests with the City. To the best of City staff’s knowledge and belief, the enclosed data is accurate in all material aspects and is reported in a manner designed to fairly present the financial position and results of the operations of the various entities of the City of Huntington Park. All disclosures necessary to facilitate the reader’s ability to gain an understanding of the City’s financial activities are including. GAAP requires that management provide a narrative introduction and overview and analysis to accompany the basic financial statements in the form of management discussion and analysis (“MD&A”). This letter of transmittal is intended to complement MD&A and should be read in conjunction with it. The MD&A immediately follows the report of the independent auditors.

### **Internal Controls**

Accounting for the City’s activities is centralized within the Finance Department which has been delegated the responsibility for maintaining the integrity of the City’s recorded financial data. Along City management, the department also establishes and maintains a structure of internal controls designed to ensure that the City’s assets are safeguarded from loss, theft or misuse.

Internal controls are designed to provide reasonable assurance that these objectives are met while recognizing that this assurance is not absolute. The reasonable assurance concept recognizes that: 1) the cost of control should not exceed the benefits likely to be gained; and 2) the valuation of costs and benefits relies upon estimates and judgments by management. Management believes the City’s comprehensive framework of internal controls are indeed adequate to provide reasonable rather than absolute assurance that the City’s assets are safeguarded against loss and that the financial records are reliable for preparing financial statements and maintaining accountability for assets as further supported by the unqualified opinion.



### **Independent Audit**

The City Council is responsible for assuring that City management fulfills its responsibilities in the preparation of the financial statements and engaging certified public accountants. Accordingly, the City's financial statements have been audited by The Pun Group LLP, a firm of certified public accountants ("Independent Auditor"). To ensure complete independence, the Pun Group presents the results of their assessment of the adequacy of internal accounting controls and the quality of financial reporting to the City Council. Conducted in accordance with auditing standards generally accepted in the United States, those standards require that the Independent Auditor plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements. The Independent Auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design the appropriate audit procedures in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management.

Accordingly, the Independent Auditor has concluded that there is a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended June 30, 2015, are fairly presented in all material aspects and in conformity with GAAP. The Independent Auditor's report is presented as the first component of the financial section of the CAFR.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited City's internal controls and regulations involving the administration of federal awards. These reports are available in the City's separately-issued Single Audit Report.

### **Profile of Huntington Park**

The City was incorporated on September 1, 1906 under the general laws of the State of California. The City is empowered to levy property tax on both real and personal properties located within its boundaries. The City is also empowered by state statute to extend its corporate limits by annexation where deemed appropriate by the City Council.

The City operates under a Council-Manager form of government. Policy-making and legislative authority are vested in the City Council consisting of the Mayor and four other council members.



The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City, and for appointing all other department heads. The council is elected on a non-partisan basis. Council members serve four-year staggered terms. Council members are elected in March on odd-numbered years. The Mayor and Vice-Mayor are chosen within the Council to serve a one-year term.

The City provides a full range of services, including police protection, the construction and maintenance of streets and other infrastructure, and recreational activities and cultural events. The City is financially accountable for a Successor Agency, the Parking Authority of the City of Huntington Park and the Huntington Park Public Financing Authority, which are reported separately within the City's financial statements. Additional information regarding all of these legally separate entities can be found in the notes to the financial statements.

The annual budget serves as the foundation for the City's financial planning and control. The annual budget process begins with a review of the current year's budget performance by the City Manager, Finance Director and respective Department heads. This review is the basis for proposed budget for the upcoming fiscal year. The City Manager then presents this proposed budget to the Council for review. The Council is required to hold public hearings on the proposed budget and to adopt a final budget by resolution.

The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., police). The City Council and Manager charge department directors with the responsibility of controlling department budgets. Budgetary control is exercised through an on-line computerized system, which integrated with the City's general ledger. The system maintains an on-going record of budget balances throughout the year based on actual expenditures and unfilled purchase orders.

City Council has the legal authority to amend the budget at any time during the fiscal year but by policy amendments to the budget are limited to the mid-year budget review and following the end of the fiscal year. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and major special revenue funds, this comparison is presented as part of the required supplementary information in the accompanying financial statements. For governmental funds that have appropriated annual budgets, other than the general fund and major special revenue funds, this comparison is presented in the supplementary section of the accompanying financial statements. It is the City's policy to maintain an unobligated reserve of an amount equal to half of its most recent annual general fund revenues and the same for working capital balances in the water and sewer fund. This objective was not met because revenues were not enough to cover expenditures and no surplus was available.



### **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

**Demographics.** The City is characterized by a high density, working class population, with over 59,000 people in three square miles, approximately six miles south of downtown Los Angeles. The City serves as a major regional shopping and entertainment destination, known for its historic shopping venue, Pacific Blvd. The southeast region has a predominantly Hispanic population, according to the US Census the City of Huntington Park is comprised of 97% Latinos. Huntington Park draws upon a steady influx of new and recent immigrant population (primarily from Mexico and Central America), which accounts for the high renter-occupied population of 75%, but also provides a continual vitality to the area. This strong renter market served to stabilize property values during the recent housing downturn. However, these factors also inhibit the City's full participation in the region's robust recovery after the "great recession".

**Local Economy.** The City is characterized by a downtown retail area and dense residential development encircled by large-scale industrial development in neighboring cities. Surrounded by several freeways, the City's location provides convenient, centrally located access to employment opportunities in Los Angeles, as well as the greater Los Angeles, Riverside, Orange, and San Bernardino counties. The City participates in the broad and diversified economy of the Los Angeles-Long Beach-Anaheim metropolitan statistical area. The County's unemployment rate in December 2015 was 5.9%, an improvement from the unemployment rate of 8.0% in December 2014.

**Revenue Trends.** The City's revenue of \$26.3 million in FY 2014-2015 decreased by 1% or \$315,242 from the previous fiscal year amount of \$26.6 million.

**Key Revenue Sources.** Sales Tax, Property Tax and Utility User's Tax are the City's three largest revenues sources, accounting for approximately 72% of General Fund revenues. Sales Tax revenues grew by 5.8%, Property Tax levels increased over this one-year period by 3.5% and Utility User's Tax increased by 2.0% from prior year.

**Expenditure Trends.** FY 2013-2014 ended with a reduction in General Fund balance of \$358,603, helped by one time revenues. FY 2014-2015 ended with a reduction in General Fund balance of \$2.1 million, bringing down the General Fund balance from \$11.2 million to \$9.1 million. There was a cost reduction made and realized through retirement and attrition in FY 2014-2015. On the other hand overtime and expenditures absorbed by General Fund were significant contributors of the General Fund balance reduction. The bottom line is that the City's cost structure remains high and must be brought into line with current revenues.



**Primary Expenditures.** Salaries and benefits comprised nearly 56% of the City's General Fund budget, which is comprised of approximately 144 full-time employees. Over the last several years, the City has had a stable workforce due to hiring freezes. During FY 2014-2015 13 employees accepted the golden handshake, resulting in those positions not being eligible to be filled for the next two years.

Rising cost concerns center around costs over which the City does not have direct control. These costs include medical inflation/OPEB, i.e., rising medical insurance premiums, retirement costs of CalPERS and PARS, and potential litigation claims and the uncertainty of workers' compensation costs.

The cost of medical insurance premiums continues to increase at an alarming rate. Medical inflation has out-paced the Consumer Price Index (CPI) substantially over the past 5 years. For example, the Kaiser Family Rate in Los Angeles County was \$1,211 for 2012 and increased to \$1,414 for 2016 an increase of 16.7% over the past 5 years. Retiree medical costs are similarly impacted by medical inflation. Although the City belongs to a joint risk insurance pool, the Independent Cities Risk Management Authority (ICRMA), the unpredictability of general liability and workers compensation claims is of great concern for the City.

**City Facilities and Infrastructure Maintenance.** In the past, the City used a combination of various grant funds and reserves in the Capital Improvement Program fund to fund capital projects. However, the City has not made any significant capital investment over the past three years due to our structural deficits. The City has a combined \$50 million annual budget, of which nearly 45% is comprised of a variety of federal and state grant awards and local return funds. Given our structural deficit, these grant programs provide the only viable source of funding for capital infrastructure investment. The City has been closely evaluating these grant programs in order to ensure that we are best leveraging our resources to fund city projects and meet policy objectives. However, in a majority of cases, grant monies are only available to fund the construction of new projects. In the future, the challenge will be to find additional revenue sources to adequately fund the on-going maintenance and repair of the City's equipment, infrastructure, and facilities.

**LA County Pension Distribution.** Redevelopment property tax trust fund ("RPTTF") distribution for the ROPS period 15-16B saw a return of City's pension tax portion that had been withheld by the County as a result of dissolution. Although the County did remit \$1.0 million with the ("RPTTF") revenues, the County also claimed for debt service (in the name of pledged revenues) for the payment of Successor Agency obligations. We could not disagree more with the County's interpretation in their favor that the City's pension tax override is pledged for the payment debt service on the City's pension obligation bonds with additional amounts to be paid to CalPERS as approved by voters and further validated. As such, Finance is in further pursuit and further determination of this matter.



**Budget Actions.** FY 2014-2015 saw a return to a formal budgeting process which had been absent for two years albeit that the City had adopted a “Continuation Budget” as in the one adopted for FY 2012-2013 which was continued into FY 2013-2014.

In FY 2014-2015, financial performance was aided by overall revenue performance and by reduced expenditures in the way of budgeted, but unfilled positions that provided salary savings of \$1.5 million and the “golden hand shake” from which the City realized over \$400,000 of savings in salaried positions. That said, the City ended the year expenditures exceeding revenues by \$2.1 million and ending general fund balance of \$9.1 million.

**Reserves.** Although the City has faced deficit spending over the past few years, its strong level of reserves has provided staff and City Council time to take measured actions. The General Fund ended the fiscal year with \$9.1 million in unrestricted reserves. The City will run a nearly \$3.0 million deficit in the FY2015-2016 budget year, but expects to end the fiscal year with more than \$6.0 million in unrestricted reserves, which is sufficient to provide internal working capital.

**Future Outlook.** The City has the runway and sufficient flexibility to bring expenditures in line with current revenues as it cannot, over the long term, sustain drawdowns of reserves to support an expensive cost structure. We will need to make decisions within the near term if a healthy and financially sustainable City is to be the reality. The City’s future financial stability will depend upon strong leadership from the City Council, City management and the community in implementing the changes necessary to tackle our fiscal challenges.

### Acknowledgements

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department, working in conjunction with the City’s independent auditors. We would like to express our appreciation to all members of the department and independent auditors who assisted and contributed to the preparation of this report. Credit also must be given to City Council for its unfailing support for maintaining the highest standards of professionalism in the management of the City’s finances.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Jan Mazyck".

Jan Mazyck  
Interim Director of Finance



## **LIST OF PRINCIPAL OFFICIALS**

### **City Officials**

Karina Macias, Mayor

Graciela Ortiz, Vice Mayor

Valentin Palos Amezcuita, Council Member

Jhonny Pineda, Council Member

Marilyn Sanabria, Council Member

### **Executive Team**

Edgar Cisneros, City Manager

Michael Ackerman, Chief Engineer

Manny Acosta, Economic Development Manager

Josette Espinosa, Director of Parks and Recreation

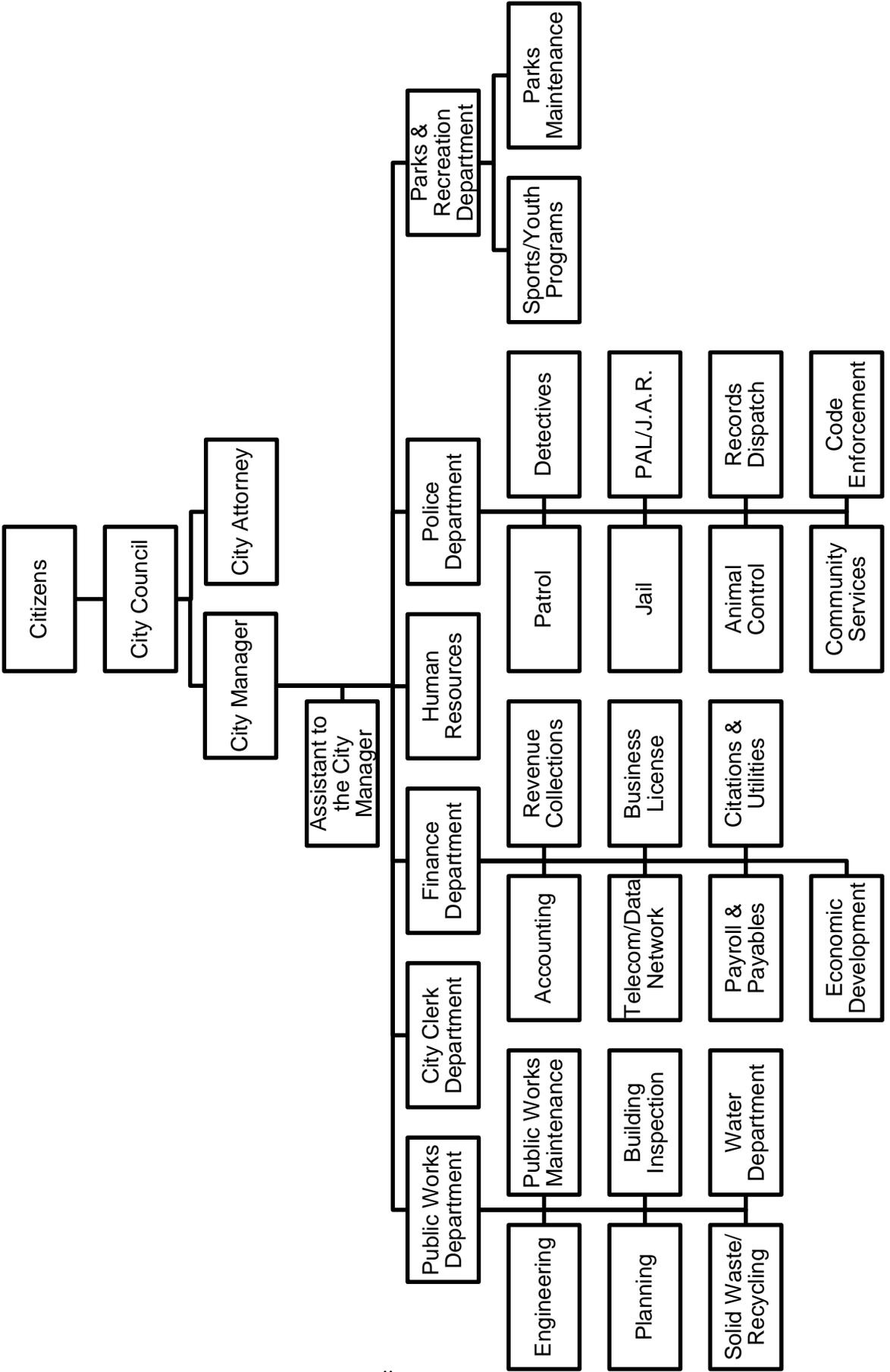
Cosme Lozano, Chief of Police

Jan Mazyck, Interim Finance Director/City Treasurer

Donna Schwartz, City Clerk

# CITY OF HUNTINGTON PARK

## Organizational Chart





## INDEPENDENT AUDITORS' REPORT

To Honorable City Council  
of the City of Huntington Park  
Huntington Park, California

### **Report on Financial Statements**

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

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2015, 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.

***Emphasis of Matter***

*Implementation of GASB Statements Nos. 68 and 71*

As discussed in Note 2 to the basic financial statements, the City implemented Governmental Accounting Standards Board (“GASB”) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*) and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. The adoption of these standards required retrospective application of previously reported net position and reclassification of certain accounts as of July 1, 2014 as described in Note 16 to the basic financial statements. In addition, net pension liability is reported in the Statement of Net Position in the amount of \$32,638,576 as of the measurement date. Net pension liability is calculated by actuaries using estimates and actuarial techniques from an actuarial valuation as of June 30, 2013 which was then rolled-forward by the actuaries to June 30, 2014, the measurement date for California Public Employee Retirement System (“CalPERS”) plans and from an actuarial valuation as of July 1, 2014 rolled-forwarded to June 30, 2015, the measurement date for Public Agency Retirement System (“PARS”) plan. Our opinion is not modified with respect to this matter.

***Other Matters***

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis, the Budgetary Comparison Schedule, the Schedule of Changes in Net Pension Liability and Related Ratios, the Schedule of Contributions and the Schedules of Funding Progress on pages 5 to 15 and 103 to 112 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

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

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

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

To Honorable City Council  
of the City of Huntington Park  
Huntington Park, California  
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**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2016, on our consideration of the City’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City’s internal control over financial reporting and compliance.

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

Santa Ana, California  
March 29, 2016

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The following discussion and analysis of the financial performance of the City of Huntington Park (the “City”) provides an overview of the City’s financial activities for the fiscal year ended June 30, 2015. Please read it in conjunction with the financial statements identified in the accompanying table of contents

### **FINANCIAL HIGHLIGHTS**

- The City’s total assets and deferred outflows of resources as of June 30, 2015 were \$109.0 million and total liabilities and deferred inflows of resources were \$95.4 million. The assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$13.6 million (net position).
- Total revenues from all sources were \$44.4 million and total expenditures were \$48.0 million compared with prior year totals of \$46.0 million and \$50.1 million respectively. Of the total revenues, program revenues were approximately \$19.5 million and general revenues were \$24.9 million.
- As of June 30, 2015, the City’s total net position was \$13.6 million which was a decrease from the prior year of approximately \$58.1 million. The decrease was primarily due to the increase in retirement costs as a result of the implementation of GASB 68 in fiscal year 2015.

### **Fund-Based**

- The City’s General Fund revenues and other financing sources increased by \$1.1 million from \$27.5 million in fiscal 2014 to \$28.6 million in 2015.
- The City’s actual General Fund expenditures were \$29.0 million, which were \$1.2 million greater than the expenditures of \$27.8 million for fiscal year 2014.
- The General Fund’s fund balance was \$9.1 million, as of June 30, 2015, a decrease of \$2.1 million from the prior fiscal year.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This financial report is designed to provide all stakeholders with a general overview of the City of Huntington Park’s finances and to show the City’s accountability for the money it receives.

This discussion and analysis is intended as an introduction to the City’s basic financial statements. The introductory section includes the letter of transmittal, management discussion and analysis (MD&A), and organizational chart of the City and its elected officials. The basic financial statements are consist of three components: 1) Government-wide Financial Statements; 2) Fund Financial Statements; and 3) Notes to the Basic Financial Statements. Finally, the statistical section provides financial trend information based on the information presented in this and prior years’ annual reports aswell as demographic information about the City.

The City reports its financial statements using Government Accounting Standards Board Statement No. 34 (GASB 34). The intent of GASB 34 is to move government accounting and reporting closer to that of the private sector and to present such information in a format which readers can more easily assess the financial health of the City and whether its financial condition is improving or deteriorating over time.

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

The *statement of net position* presents information on all of the City's assets and deferred outflows and liabilities and deferred inflows of resources, 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 whether the financial position of the City is improving or deteriorating.

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

The government-wide financial statements include the City and its component units. The City's component units are the Parking Authority of the City of Huntington Park and the Huntington Park Public Finance Authority. Although legally separate, these entities function for all practical purposes as departments of the City and, therefore, have been blended as part of the primary government.

**Fund financial statements:** A *fund* is a grouping of related accounts used to maintain control over resources that have been 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 of the City's funds can be divided into three categories: governmental funds, proprietary funds (enterprise and internal service funds), and fiduciary funds:

**Governmental Funds**

- General Fund
- HUD / HOME Program
- HUD Section 108 Loan Fund
- Other Governmental Funds

**Proprietary Funds**

Enterprise Funds

- Water Authority
- Sewer and Storm Water Fund

**Internal Service Funds**

- Fleet Maintenance Fund
- Vehicle and Equipment Replacement Fund
- Workers Compensation Fund
- Employee Benefit Fund

**Fiduciary Funds**

- Successor Agency Private Purpose Trust Fund

**Governmental Funds.** The majority of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year end that are available for spending. These funds are reported using the *modified accrual* method of accounting, which measures cash and all other *current* financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationship or differences between *governmental activities* (reported in the Statement of Net Position and the Statement of Activities) and *governmental funds* are described in reconciliation accompanying the fund financial statements.

**Proprietary Funds.** When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

**Internal Service Funds.** Internal service funds, the other component of proprietary funds, are used to report activities that provide supplies and services for the City's other programs and activities.

**Fiduciary Funds.** The City is the trustee, or fiduciary, for certain amounts held on behalf of developers, property owners, and others. The City's fiduciary activities are reported in separate Statements of Fiduciary Net Position. These activities have been excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The Successor Agency to the Community Development Commission is reported as a Fiduciary Fund in the accompanying financial statements.

**Notes to the Financial Statements:** The notes provide additional information that are essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the fund financial statements.

**Other Information:** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. The *required supplementary information* provides a schedule of funding progress for the City’s defined benefit retirement programs and budget to actual comparisons for revenue and expenditures of the City’s General fund and all major special revenue funds. The *required supplementary information* can be found immediately following the notes to the financial statements.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The government-wide statements report information about the City as a whole. The statement of net positions includes all of the City’s assets and liabilities. All current year revenues and expenses are reported in the statement of activities regardless of when cash is received or paid.

	Governmental Activities		Business Type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 38.7	\$ 39.7	\$ 4.10	\$ 3.00	\$ 42.80	\$ 42.70
Capital assets	47.5	49.5	16.3	16.7	63.8	66.2
<b>Total Assets</b>	<b>86.2</b>	<b>89.2</b>	<b>20.4</b>	<b>19.7</b>	<b>106.6</b>	<b>108.9</b>
Deferred outflows of resources	2.3	2.4	0.1	0.1	2.4	2.5
Long-term debt outstanding	78.9	88.1	0.7	0.8	79.6	88.9
Other Liabilities	4.4	4.3	1.2	1.1	5.6	5.4
<b>Total Liabilities</b>	<b>83.3</b>	<b>92.4</b>	<b>1.9</b>	<b>1.9</b>	<b>85.2</b>	<b>94.3</b>
Deferred inflows of resources	9.7	0.0	0.2	0.0	9.9	0.0
<b>Net Position</b>						
Net Investment in Capital	39.2	38.9	16.3	16.7	55.5	55.6
Restricted	18.3	10.1	0.0	0.0	18.3	10.1
Unrestricted	(62.3)	(49.8)	2.1	1.2	(60.2)	(48.6)
<b>Total net position</b>	<b>\$ (4.8)</b>	<b>\$ (0.8)</b>	<b>\$ 18.4</b>	<b>\$ 17.9</b>	<b>\$ 13.7</b>	<b>\$ 17.1</b>

Note: Due to rounding, the dollar details may not add up to corresponding totals.

The City’s government-wide total net position was \$13.6 million, with assets and deferred outflows of resources of \$109.0 million and liabilities and deferred inflows of resources of \$95.4 million. The net investment in capital assets was \$55.5 million. Investment in capital assets (e.g., land, construction in progress, buildings and improvements, infrastructure, vehicles and property and equipment) for this financial reporting purpose is reduced by any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Furthermore, since the capital assets themselves cannot be used to liquidate any related debt, it should be noted that the resources needed to repay the debt must be provided from other available resources, primarily the unrestricted net position and future revenues.

The City’s restricted net position of \$18.3 million represents resources that are subject to external restrictions on how they may be used. The remaining balance of (\$60.2) million represents the City’s unrestricted net position. Unrestricted net position is supposed to be used

## City of Huntington Park – Management Analysis and Discussion

to meet ongoing obligations to citizens and creditors.

A summary of the government-wide *statement of activities* follows:

*Note: Due to rounding, the dollar details may not add up to corresponding totals.*

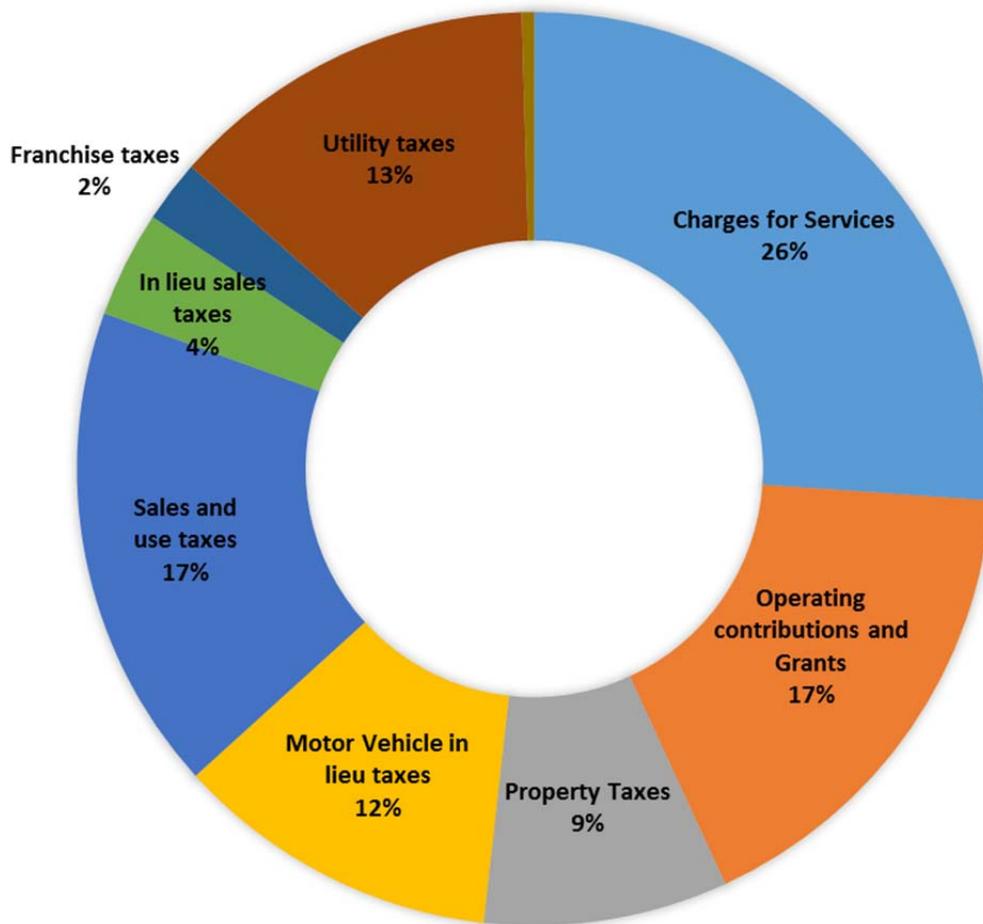
	Governmental Activities		Business Type Activities		Totals	
	2015	2014	2015	2014	2015	2014
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for Services	\$ 5.9	\$ 7.1	\$ 5.9	\$ 6.3	\$ 11.8	\$ 13.4
Operating contributions and	7.7	6.0	0.0	0.0	7.7	6.0
Sub-total program revenues	13.6	13.1	5.9	6.3	19.5	19.4
<b>General Revenues</b>						
Property Taxes	3.9	6.1	0.0	0.0	3.9	6.1
Motor Vehicle in lieu taxes	5.2	5.0	0.0	0.0	5.2	5.0
Sales and use taxes	7.8	7.2	0.0	0.0	7.8	7.2
in lieu sales taxes	1.7	1.4	0.0	0.0	1.7	1.4
Franchise taxes	1.0	0.9	0.0	0.0	1.0	0.9
Utility taxes	5.9	5.7	0.0	0.0	5.9	5.7
Investment income	0.0	0.1	0.0	0.0	0.0	0.1
Miscellaneous	0.2	0.2	0.0	0.0	0.2	0.2
Transfers	0.2	0.2	(0.2)	(0.2)	0.0	0.0
Sub-total general revenues	25.9	26.8	(0.2)	(0.2)	25.7	26.6
<b>Total Revenues</b>	<b>39.5</b>	<b>39.9</b>	<b>5.7</b>	<b>6.1</b>	<b>45.2</b>	<b>46.2</b>
<b>Expenses</b>						
General Government	5.7	6.8	0.0	0.0	5.7	6.8
Public Safety	17.7	19.8	0.0	0.0	17.7	19.8
Public Works	10.6	8.8	0.0	0.0	10.6	8.8
Community Services	3.2	2.7	0.0	0.0	3.2	2.7
Community Development	4.2	4.6	0.0	0.0	4.2	4.6
Interest on long-term debt	1.3	1.3	0.0	0.0	1.3	1.3
Transfer to SA	0.8	0.0	0.0	0.0	0.8	0.0
Water	0.0	0.0	4.8	5.6	4.8	5.6
Sewer	0.0	0.0	0.2	0.3	0.2	0.3
Solid Waste	0.0	0.0	0.2	0.1	0.2	0.1
<b>Total Expenses</b>	<b>\$ 43.5</b>	<b>\$ 44.0</b>	<b>\$ 5.2</b>	<b>\$ 6.0</b>	<b>\$ 48.7</b>	<b>\$ 50.0</b>
Increase/(Decrease) in net posit	(4.0)	(4.1)	0.5	(0.1)	(3.5)	(4.2)
<b>Beginning Net Position</b>	<b>(0.8)</b>	<b>3.2</b>	<b>17.9</b>	<b>18.0</b>	<b>17.1</b>	<b>21.2</b>
<b>Ending net position</b>	<b>(4.8)</b>	<b>(0.8)</b>	<b>18.4</b>	<b>17.9</b>	<b>13.6</b>	<b>17.1</b>

**Governmental Activities** Governmental activities decreased the City's net position by \$4.0 million, \$0.1 million better than the \$4.1 million decrease in FY 2014. The factors attributable to this decrease are as follows:

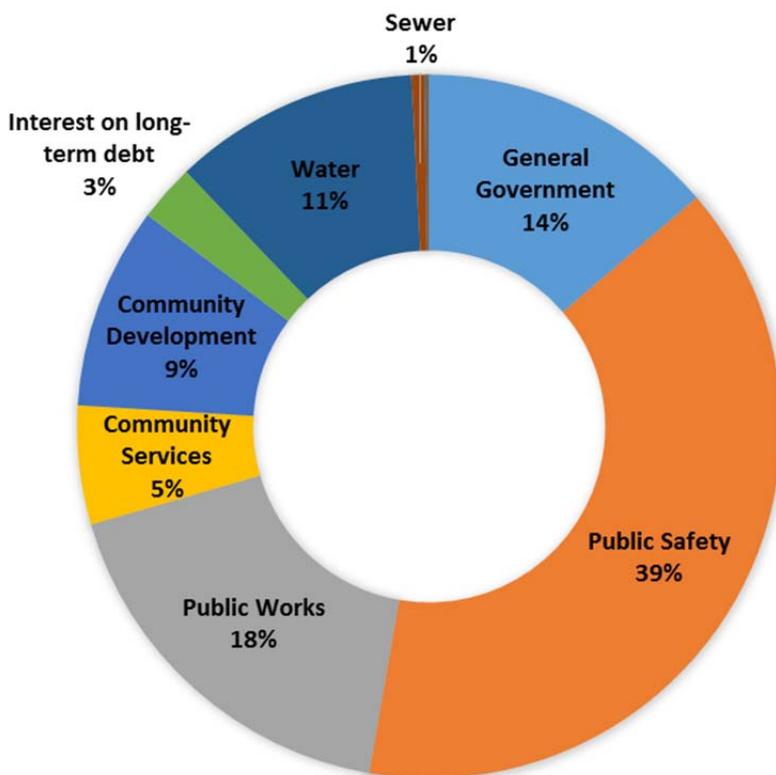
- The City's property taxes collected in FY 2014-2015 were flat from the prior FY 2013-14 with collection of \$5.4 million adjusting for 2013-2014 property tax revenues which reflected a *one-time* pass through of \$1.0 million related to redevelopment.

- General government expenditure decreased from \$6.8 million in FY 2013-2014 to \$5.7 million in FY 2014-2015.
- The City’s total governmental activity expenses decreased from \$44.0 million in FY 2013-2014 to \$43.5 million in FY 2014-2015, a total decrease of \$0.5 million. The decrease is primarily due to cost reductions in payroll.

**Revenues by Source – Governmental Activities**



**Expenses by Function – Governmental Activities**



**Business-type Activities**

The cost of the City's Business-type Activities was \$5.2 million in FY 2014-2015 and \$6.0 million in FY 2013-2014. The revenue generated by these activities was \$5.9 million in FY 2014-2015 and \$6.3 million in FY 2013-2014. These activities included \$220,000 of transfers to other funds. As a result, the net revenue of the Business-type activities in FY 2014-2015 was \$493,339, \$212,516 more than the prior year. Overall, the revenues generated from the City's business operations exceeded the costs incurred by these activities.

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

The City uses fund accounting to provide proper financial management of the City's resources and to demonstrate compliance with finance-related legal requirements.

**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 financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2015, the City's governmental funds reported combined ending fund balances of \$27.3 million, an increase of \$7.8 million in comparison with the prior year. Of the total fund balance of \$27.3 million, \$7.7 million constitutes unassigned fund balance that is available for spending at the City's discretion. Fund balance totaling \$0.2 million is non-spendable because these are resources that are not of a spending form or are not currently available for spending. The Restricted fund balance of \$18.4 million includes \$7.9 million to repay a HUD Loan and \$10.5 million is restricted for various Special Revenue Funds. The Committed fund balance of \$0.1 million represents an open contractual commitment and the Assigned fund balance of \$1.0 million has been designated by management for certain contingencies.

The General Fund is the chief operating fund of the City. As of the end of the fiscal year, the total fund balance was \$9.1 million, a decrease of \$2.1 million in comparison with the prior year. The entire fund balance of \$9.1 million is unrestricted and unassigned.

The other non-major governmental funds include several special revenue funds used exclusively to account for revenues that are restricted as to use by law, and two capital projects funds used to account for financial resources to be used for the acquisition or construction of major capital facilities.

### **General Fund Budgetary Highlights**

In any fiscal year, the City Council and the City Manager (with limited authority) may revise the budget from time to time to accommodate certain changes to the community's needs and requirements for programs and activities and to take necessary measures to address significant changes to the fiscal condition of the City resulting from emergencies and other unforeseen events.

*Revenues and Transfers In* – The final budgeted revenues and transfers were \$25.1 million. The original budget matched the final budget.

*Appropriations and Transfers Out* – The final appropriations and transfers were \$28.4 million, an increase of \$2.2 million for unanticipated costs.

### **General Fund Only Budget to Actual Variance**

The actual total revenues and transfers in the amount of \$28.6 million were higher than the final budgeted amounts by \$3.4 million. No adjustments to the final budgeted amounts were made during the year to revise estimated amounts to approximate the updated expected actual results based on data and information received from the State and other agencies.

The actual total expenditures and transfers out of \$30.7 million were equal to the final appropriations of \$30.7 million.

**Capital Assets and Debt Administration**

Capital Assets

The City's capital assets for its governmental and business-type activities as of June 30, 2015, totaled \$63.8 million, net of depreciation. These assets include land, construction in progress, buildings and improvements, vehicles, property and equipment and various infrastructures.

Capital Assets  
(Net of Depreciation in Thousands)

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>			
	2015	2014	2015	2014	2015	2014
Land	\$5,701	\$5,701	\$4,139	\$4,139	\$9,840	\$9,840
Buildings and Improvements	11,332	11,022	905	914	12,237	11,936
Vehicles	410	572	0	0	410	572
Property and equipment	1,156	1,436	25	29	1,181	1,465
Infrastructure	28,925	30,786	11,221	11,621	40,146	42,407
	<u>\$47,524</u>	<u>\$49,517</u>	<u>\$16,290</u>	<u>\$16,703</u>	<u>\$63,814</u>	<u>\$66,220</u>

**Note:** Due to rounding, the dollar details may not add up to corresponding totals.

Additional information on the City's capital assets can be found in the notes (Note 7) to the basic financial statements.

Long-term Debt – Governmental Activities

At the end of the current fiscal year, the City had \$47.1 million in outstanding long-term debt for Governmental Activities, an increase of \$0.6 million from the preceding fiscal year. For additional information on long-term debt, please refer to Note 8 to the basic financial statements.

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**Long-Term Debt (In thousands)**

*Note: Due to rounding, the dollar details may not add up to corresponding totals.*

	<u>2015</u>	<u>2014</u>	<u>Variance Increase/ (Decrease)</u>	<u>% Change</u>
Pensions obligation bonds	\$18,700	\$19,800	(\$1,100)	-5.6%
Street light improvement bonds	7,727	8,155	(428)	-5.2%
EPA Browns Field	800	0	800	100%
compensated absences	3,034	3,521	(487)	-13.8%
Notes/Loans/Agreements	3,467	3,681	(214)	-5.8%
Claims and judgements	3,890	3,957	(67)	-1.7%
Lease/Revenue bonds	552	972	(420)	-43.2%
OPEB liability	<u>8,952</u>	<u>6,468</u>	<u>2,484</u>	<u>+38.4%</u>
	<u>\$47,122</u>	<u>\$46,554</u>	<u>\$568</u>	<u>1.2%</u>

Long-term debt of the business-type activities consisted entirely of the liability for compensated absences which amounted to \$58,107 and at June 30, 2015, reflecting a net increase in fiscal year 2015 of \$5,050.

**Economic Outlook – Fiscal 2015-2016**

Economic Factors and Outlook for Next Fiscal Year

The City’s finances and the ability to pay for essential services are heavily dependent on local economy and legislative actions of the Federal and State governments, as a substantial portion of the City’s revenues are intergovernmental grants and pass-through revenues. In the latest “California Fiscal Outlook”, published by the State of California Legislative Analyst Office (LAO) in November 2015, the LAO estimated that 2015-2016 will end with \$7.9 billion in reserves, a \$3.3 billion increase over the budget act’s assumptions. Assuming no new commitments are made in the 2016-2017 budget, they estimate that reserves will increase to \$11.5 billion at the end 2016-2017, up by \$3.7 billion over 2015-2016 levels. The \$11.5 billion reserve would consist of \$4.3 billion in the Special Fund for Economic Uncertainties (SFEU) – the state’s traditional budget reserve – and \$7.2 billion in the Budget Stabilization Account (BSA).

The City will continue to monitor Federal and State’s budget development as their budgets affect a substantial portion of the City’s intergovernmental funding sources.

The City-adopted 2015-16 operating budget relies on the use of reserves to balance the budget. While the budget includes many positions that are authorized but unfilled and which total \$760,000, the City does not expect to fill these positions, therefore reducing its reliance upon reserves.

The key assumptions in the General Fund forecast for the fiscal year 2015-2016 are:

- Projected available revenues of \$25.6 million representing a 4.5% decrease from the prior year's budgeted recurring revenues.
- Ongoing estimated operating expenditures of \$26.7 million representing a 7% decrease from the prior year.
- The operating budget includes an approximate \$1.1 million deficit. The spending plan maintains essential services to the community and continues to provide funding to stimulate the local economy through development projects throughout the City.

**Request for Information**

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed as follows:

Director of Finance  
City of Huntington Park, 6550 Miles Avenue #116  
Huntington Park, CA 90255

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# **BASIC FINANCIAL STATEMENTS**

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# **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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**City of Huntington Park**  
**Statement of Net Position**  
**June 30, 2015**

ASSETS	Primary Government		
	Governmental Activities	Business- type Activities	Total
Cash and cash equivalents	\$ 25,747,735	\$ 3,023,874	\$ 28,771,609
Receivables:			
Taxes and intergovernmental	2,720,596	-	2,720,596
Accounts	1,949,435	1,115,137	3,064,572
Notes	8,247,516	-	8,247,516
Internal balances	(6,446)	6,446	-
Prepaid expenses	650	-	650
Capital assets:			
Non-depreciable	5,700,657	4,139,404	9,840,061
Depreciable, net of depreciation	41,823,033	12,150,536	53,973,569
<b>Total assets</b>	<b>86,183,176</b>	<b>20,435,397</b>	<b>106,618,573</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension contributions after measurement date	2,215,224	26,512	2,241,736
Projected earnings in excess of actual earnings on pension plan investments	131,953	3,612	135,565
<b>Total deferred outflows of resources</b>	<b>2,347,177</b>	<b>30,124</b>	<b>2,377,301</b>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities	3,615,670	666,405	4,282,075
Interest payable	557,340	-	557,340
Deposits	221,022	519,461	740,483
Due to other governments	12,312	-	12,312
Unearned revenue	-	29,083	29,083
Noncurrent liabilities:			
Due within one year	2,860,053	-	2,860,053
Due in more than one year	44,261,512	58,107	44,319,619
Aggregate net pension liabilities (Note 10)	32,006,758	631,818	32,638,576
<b>Total liabilities</b>	<b>83,534,667</b>	<b>1,904,874</b>	<b>85,439,541</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Proportionate share of contribution in excess of City's contribution	408,184	-	408,184
Actual earnings in excess of project earnings on pension plan investments	9,339,681	175,449	9,515,130
<b>Total deferred inflows of resources</b>	<b>9,747,865</b>	<b>175,449</b>	<b>9,923,314</b>
<b>NET POSITION</b>			
Net investment in capital assets	39,244,799	16,289,940	55,534,739
Restricted for:			
Retirement	1,252,764	-	1,252,764
Community development	9,011,137	-	9,011,137
Public safety	2,577,212	-	2,577,212
Public works	5,514,981	-	5,514,981
Total restricted	18,356,094	-	18,356,094
Unrestricted (deficit)	(62,353,072)	2,095,258	(60,257,814)
<b>Total net position</b>	<b>\$ (4,752,179)</b>	<b>\$ 18,385,198</b>	<b>\$ 13,633,019</b>

See accompanying Notes to the Basic Financial Statements.

**City of Huntington Park**  
**Statement of Activities**  
**For the Year Ended June 30, 2015**

<b>Functions/Programs</b>	Expenses	Program Revenues			Total Program Revenues
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Primary government:</b>					
<b>Governmental activities:</b>					
General government	\$ 5,734,990	\$ 2,065,070	\$ 976,524	\$ -	\$ 3,041,594
Public safety	17,675,796	1,864,523	1,418,048	-	3,282,571
Public works	10,586,095	212,245	3,102,529	-	3,314,774
Community Services	3,147,657	725,014	459,820	-	1,184,834
Community Development	4,213,367	1,082,603	1,710,948	-	2,793,551
Interest on long-term debt	1,347,012	-	-	-	-
Total governmental activities	<u>42,704,917</u>	<u>5,949,455</u>	<u>7,667,869</u>	<u>-</u>	<u>13,617,324</u>
<b>Business-type activities:</b>					
Water	4,822,110	5,462,691	-	-	5,462,691
Sewer	224,906	301,962	-	-	301,962
Solid Waste	165,871	140,663	-	-	140,663
Total business-type activities	<u>5,212,887</u>	<u>5,905,316</u>	<u>-</u>	<u>-</u>	<u>5,905,316</u>
<b>Total primary government</b>	<u><u>\$ 47,917,804</u></u>	<u><u>\$ 11,854,771</u></u>	<u><u>\$ 7,667,869</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 19,522,640</u></u>

**City of Huntington Park**  
**Statement of Activities (Continued)**  
**For the Year Ended June 30, 2015**

<b>Functions/Programs</b>	Net (Expense) Revenue and Changes in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Primary government:</b>			
<b>Governmental activities:</b>			
General government	\$ (2,693,396)	\$ -	\$ (2,693,396)
Public safety	(14,393,225)	-	(14,393,225)
Public works	(7,271,321)	-	(7,271,321)
Community Services	(1,962,823)	-	(1,962,823)
Community Development	(1,419,816)	-	(1,419,816)
Interest on long-term debt	(1,347,012)	-	(1,347,012)
Total governmental activities	<u>(29,087,593)</u>	<u>-</u>	<u>(29,087,593)</u>
<b>Business-type activities:</b>			
Water	-	640,581	640,581
Sewer	-	77,056	77,056
Solid Waste	-	(25,208)	(25,208)
Total business-type activities	<u>-</u>	<u>692,429</u>	<u>692,429</u>
<b>Total primary government</b>	<u>(29,087,593)</u>	<u>692,429</u>	<u>(28,395,164)</u>
<b>General revenues:</b>			
Taxes:			
Property taxes	3,875,363	-	3,875,363
Motor vehicle in-lieu	5,164,158	-	5,164,158
Sales and use	7,791,895	-	7,791,895
In-lieu sales	1,718,876	-	1,718,876
Franchise	1,046,428	-	1,046,428
Utility	5,845,750	-	5,845,750
Total taxes	<u>25,442,470</u>	<u>-</u>	<u>25,442,470</u>
Investment income	76,017	5,500	81,517
Miscellaneous	209,917	21,856	231,773
Transfer to Successor Agency	(821,666)	-	(821,666)
<b>Transfers</b>	<u>220,000</u>	<u>(220,000)</u>	<u>-</u>
<b>Total general revenues and transfers</b>	<u>25,126,738</u>	<u>(192,644)</u>	<u>24,934,094</u>
<b>Change in net position</b>	<u>(3,960,855)</u>	<u>499,785</u>	<u>(3,461,070)</u>
<b>Net position - beginning of year, as Restated (Note 16)</b>	<u>(791,324)</u>	<u>17,885,413</u>	<u>17,094,089</u>
<b>Net position - end of year</b>	<u>\$ (4,752,179)</u>	<u>\$ 18,385,198</u>	<u>\$ 13,633,019</u>

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# FUND FINANCIAL STATEMENTS

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

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# GOVERNMENTAL FUND FINANCIAL STATEMENTS

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***General Fund*** - As the City's primary operating fund, it accounts for and reports all financial resources of the City, except those required to be accounted for and reported in another fund.

***The HUD Home Program Fund*** - To account for housing and community development projects. Financing is provided by federal grants received from Department of Housing and Community Development Home Grant Program.

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**City of Huntington Park**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2015**

	Major Funds			
	General	HUD Home Program Special Revenue	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and investments	\$ 8,914,634	\$ 30,498	\$ 10,341,781	\$ 19,286,913
Receivables:				
Taxes and intergovernmental	856,368	-	1,864,228	2,720,596
Accounts and interest	1,867,120	8,551	70,443	1,946,114
Loans	215,800	7,881,661	150,055	8,247,516
Prepaid items	650	-	-	650
Due from other funds	889,322	-	-	889,322
<b>Total assets</b>	<b>\$ 12,743,894</b>	<b>\$ 7,920,710</b>	<b>\$ 12,426,507</b>	<b>\$ 33,091,111</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 1,878,629	\$ 30,417	\$ 919,898	\$ 2,828,944
Accrued liabilities	606,284	1,672	73,539	681,495
Deposits	196,022	-	25,000	221,022
Due to other funds	-	-	679,804	679,804
Due to other governments	12,312	-	-	12,312
<b>Total liabilities</b>	<b>2,693,247</b>	<b>32,089</b>	<b>1,698,241</b>	<b>4,423,577</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenue	933,130	551	388,291	1,321,972
<b>Fund Balances:</b>				
Nonspendable	216,450	-	-	216,450
Restricted	-	7,888,070	10,468,024	18,356,094
Committed	-	-	54,792	54,792
Assigned	1,000,000	-	-	1,000,000
Unassigned (deficit)	7,901,067	-	(182,841)	7,718,226
<b>Total fund balances</b>	<b>9,117,517</b>	<b>7,888,070</b>	<b>10,339,975</b>	<b>27,345,562</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 12,743,894</b>	<b>\$ 7,920,710</b>	<b>\$ 12,426,507</b>	<b>\$ 33,091,111</b>

**City of Huntington Park**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Government-Wide Statement of Net Position**  
**June 30, 2015**

---

**Total Fund Balances - Total Governmental Funds** \$ 27,345,562

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

Capital assets used in governmental activities are not current financial resources and therefore are not reported in governmental funds. Those assets consist of:

Amount reported in government-wide statement of position:		
Capital assets, not being depreciated	\$ 5,700,657	
Depreciable assets, net of \$60,717,280 accumulated depreciation	41,823,033	
Less: Amount reported in Internal Service Fund	<u>(49,030)</u>	<u>47,474,660</u>

Revenue reported as unavailable revenue in the governmental funds when it is not received soon enough after year-end to be considered available. The availability criteria does not apply to the Government-Wide Financial Statements and, therefore, the revenue is recognized when eligibility requirements are met and earned. 1,321,972

Interest expenses are recognized when due, and therefore, interest payable is not recorded in the governmental funds. (557,340)

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds' Balance Sheet.

OPEB liability	\$ (8,951,631)	
Compensated absences	(3,033,914)	
Loans and notes payable	(4,266,785)	
Claims and judgments (net of \$896,000 reported in Internal Service Fund)	(2,994,344)	
Bonds payable	<u>(26,978,891)</u>	<u>(46,225,565)</u>

Net pension liability is not due and payable in the current period and therefore is not reported in the governmental funds. (32,006,758)

Pension contributions made during the year after the measurement date are reported as expenditures in governmental funds and as deferred outflow of resources in the government-wide financial statements. 2,215,224

Difference between City's contribution and proportionate share of contribution are reported as expenditures in governmental funds and as deferred outflow of resources in the government-wide financial statements. (408,184)

Difference between projected and actual earnings on pension plan investments are reported in the government-wide financial statements:

Projected earnings under actual earnings	(9,339,681)
Projected earnings over actual earnings	131,953

Internal service funds are used by management to charge the costs of general liability, workers' compensation and equipment replacement to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the Government-Wide Statement of Net Position, net of \$6,446 included in the business-type activities. 5,295,978

**Net Position of Governmental Activities** \$ (4,752,179)

**City of Huntington Park**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2015**

	Major Funds			Total Governmental Funds
	General	HUD Home Program Special Revenue	Nonmajor Governmental Funds	
<b>REVENUES:</b>				
Taxes	\$ 13,470,711	\$ -	\$ 6,934,693	\$ 20,405,404
Licenses and permits	2,722,164	-	-	2,722,164
Fines and forfeitures	1,160,500	-	\$ 130,812	1,291,312
Use of money and property	111,982	-	16,723	128,705
Intergovernmental	6,130,976	287,100	4,169,547	10,587,623
Charges for services	2,297,668	-	1,363,968	3,661,636
Other revenues	706,900	342,586	951,732	2,001,218
<b>Total revenues</b>	<b>26,600,901</b>	<b>629,686</b>	<b>13,567,475</b>	<b>40,798,062</b>
<b>EXPENDITURES:</b>				
Current:				
General government	4,495,914	-	111,154	4,607,068
Public safety	16,770,007	-	157,123	16,927,130
Public works	4,704,696	-	3,014,003	7,718,699
Community services	1,554,959	-	1,377,936	2,932,895
Community development	1,196,766	11,065	2,019,150	3,226,981
Capital outlay	14,055	414,144	1,451,689	1,879,888
Debt service:				
Principal retirement	214,290	-	1,748,212	1,962,502
Interest and fiscal charges	12,110	-	1,407,648	1,419,758
<b>Total expenditures</b>	<b>28,962,797</b>	<b>425,209</b>	<b>11,286,915</b>	<b>40,674,921</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(2,361,896)</b>	<b>204,477</b>	<b>2,280,560</b>	<b>123,141</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceed from loan issuance	-	-	800,000	800,000
Transfers in	1,982,609	435,944	500,275	2,918,828
Transfers out	(936,219)	-	(2,074,216)	(3,010,435)
Transfer to Successor Agency	(821,666)	-	-	(821,666)
<b>Total other financing sources (uses)</b>	<b>224,724</b>	<b>435,944</b>	<b>(773,941)</b>	<b>(113,273)</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>(2,137,172)</b>	<b>640,421</b>	<b>1,506,619</b>	<b>9,868</b>
<b>FUND BALANCES:</b>				
Beginning of year, as restated (Note 16)	11,254,689	7,247,649	8,833,356	27,335,694
End of year	<u>\$ 9,117,517</u>	<u>\$ 7,888,070</u>	<u>\$ 10,339,975</u>	<u>\$ 27,345,562</u>

**City of Huntington Park**  
**Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Position**  
**For the Year Ended June 30, 2015**

---

**Net Change in Fund Balances - Total Governmental Funds** \$ 9,868

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

Acquisition of capital assets was reported as expenditures in the governmental funds. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over the estimated useful lives as depreciation expense. The following was the amount of capital assets recorded in the current period:

Capital outlay	\$ 1,879,888	
Non-capital expenditures reclassified to functional expense	(643,068)	
Depreciation expense, net of \$29,725 reported in Internal Service Funds	(2,742,903)	
The net effect of disposal of capital assets	<u>(457,858)</u>	(1,963,941)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds. (1,452,334)

Governmental funds report only contributions in relation to the Annual Required Contribution (ARC) for OPEB as expenditures, however, in the Statement of Activities, the total ARC is an expense. This the change in OPEB liability. (Note 12) (2,483,669)

Claims payable expenses and pension expenses were reported in the Government-Wide Statement of Activities, but they did not require the use of current financial resources. Therefore, the increase in net pension liabilities and claims payable were not reported as expenditures in the governmental funds.

Pension expense	\$ (121,686)	
Claims payable expense	<u>66,327</u>	(55,359)

The fund financial statements record interest expenditures on the current financial resources measurement focus whereas the Government-Wide financial statements recognize interest expense on the accrual basis. The reconciling amount was the change in accrued interest from the prior year. 72,746

Long-term compensated absences expense was reported in the Government-Wide Statement of Activities, but it did not require the use of current financial resources. Therefore, the decrease in long-term compensated absences was not reported as an expenditure in the governmental funds. 486,949

Proceeds from long-term debt provided current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Position. Repayment of bond principal was an expenditure in the governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.

Issuance of loan payable	\$ (800,000)	
Principal repayments of long-term debt	1,748,212	
Note payments	<u>214,290</u>	<u>1,162,502</u>

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The net loss of the internal service funds was reported with governmental activities, net of \$6,446 reported in the business-type activities. 262,383

**Change in Net Position of Governmental Activities** \$ (3,960,855)

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# PROPRIETARY FUND FINANCIAL STATEMENTS

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Enterprise Funds are used to account and report activities for which fees are charges to external users for goods and/or services.

**Enterprise Fund includes:**

*Water Enterprise Fund* - To account for the operations of the water utility system.

Internal Service Funds account for financing of goods and services provided by one department to other departments of the City.

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**City of Huntington Park**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2015**

	Business-Type Activities			Governmental
	Water Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 2,221,893	\$ 801,981	\$ 3,023,874	\$ 6,460,822
Accounts receivable	1,057,463	57,674	1,115,137	3,321
Total current assets	<u>3,279,356</u>	<u>859,655</u>	<u>4,139,011</u>	<u>6,464,143</u>
Noncurrent assets:				
Capital assets				
Nondepreciable	60,950	4,078,454	4,139,404	-
Depreciable	23,946,365	4,920,091	28,866,456	2,289,593
Less accumulated depreciation	<u>(13,402,702)</u>	<u>(3,313,218)</u>	<u>(16,715,920)</u>	<u>(2,240,563)</u>
Net capital assets	<u>10,604,613</u>	<u>5,685,327</u>	<u>16,289,940</u>	<u>49,030</u>
Total noncurrent assets	<u>10,604,613</u>	<u>5,685,327</u>	<u>16,289,940</u>	<u>49,030</u>
<b>Total assets</b>	<u>13,883,969</u>	<u>6,544,982</u>	<u>20,428,951</u>	<u>6,513,173</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension contribution after measurement date	16,003	10,509	26,512	-
Difference between projected and actual earnings on pension plan investments	<u>2,181</u>	<u>1,431</u>	<u>3,612</u>	<u>-</u>
<b>Total deferred outflows of resources</b>	<u>18,184</u>	<u>11,940</u>	<u>30,124</u>	<u>-</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	634,207	15,809	650,016	96,328
Accrued payroll	11,786	4,603	16,389	8,903
Deposits payable	461,455	58,006	519,461	-
Due to other funds	-	-	-	209,518
Unearned revenue	24,657	4,426	29,083	-
Claims payable, due within one year	-	-	-	896,000
Total current liabilities	<u>1,132,105</u>	<u>82,844</u>	<u>1,214,949</u>	<u>1,210,749</u>
Noncurrent liabilities:				
Compensated absences payable, due in more than one year	39,241	18,866	58,107	-
Aggregate net pension liability	<u>381,402</u>	<u>250,416</u>	<u>631,818</u>	<u>-</u>
Total noncurrent liabilities	<u>420,643</u>	<u>269,282</u>	<u>689,925</u>	<u>-</u>
<b>Total liabilities</b>	<u>1,552,748</u>	<u>352,126</u>	<u>1,904,874</u>	<u>1,210,749</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Difference between projected and actual earnings on pension plan investments	<u>105,911</u>	<u>69,538</u>	<u>175,449</u>	<u>-</u>
Total deferred inflows of resources	<u>105,911</u>	<u>69,538</u>	<u>175,449</u>	<u>-</u>
<b>NET POSITION</b>				
Net investment in capital assets	10,604,613	5,685,327	16,289,940	49,030
Unrestricted	<u>1,638,881</u>	<u>449,931</u>	<u>2,088,812</u>	<u>5,253,394</u>
<b>Total net position</b>	<u>\$ 12,243,494</u>	<u>\$ 6,135,258</u>	<u>\$ 18,378,752</u>	<u>\$ 5,302,424</u>
Adjustment to reflect consolidation of internal service activities to related enterprise fund	<u>3,910</u>	<u>2,536</u>	<u>6,446</u>	
Net position of business-type activities	<u>\$ 12,247,404</u>	<u>\$ 6,137,794</u>	<u>\$ 18,385,198</u>	

See accompanying Notes to the Basic Financial Statements.

**City of Huntington Park**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended June 30, 2015**

	Business-Type Activities			Governmental Activities
	Water Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 5,462,691	\$ 442,625	\$ 5,905,316	\$ 4,163,444
Other	21,856	-	21,856	144
<b>Total operating revenues</b>	<b>5,484,547</b>	<b>442,625</b>	<b>5,927,172</b>	<b>4,163,588</b>
<b>OPERATING EXPENSES:</b>				
Personnel services	259,381	135,290	394,671	380,978
Contractual services	1,341,362	-	1,341,362	-
Purchased water, materials and supplies	2,811,592	234,143	3,045,735	980,538
Insurance	15,643	8,576	24,219	2,826,768
Depreciation	398,042	15,304	413,346	29,725
<b>Total operating expenses</b>	<b>4,826,020</b>	<b>393,313</b>	<b>5,219,333</b>	<b>4,218,009</b>
<b>OPERATING (LOSS)</b>	<b>658,527</b>	<b>49,312</b>	<b>707,839</b>	<b>(54,421)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>				
Interest income	3,980	1,520	5,500	11,643
<b>Total nonoperating revenues (expenses)</b>	<b>3,980</b>	<b>1,520</b>	<b>5,500</b>	<b>11,643</b>
<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<b>662,507</b>	<b>50,832</b>	<b>713,339</b>	<b>(42,778)</b>
<b>TRANSFERS:</b>				
Transfers in	-	-	-	311,607
Transfers out	(220,000)	-	(220,000)	-
<b>Total transfers</b>	<b>(220,000)</b>	<b>-</b>	<b>(220,000)</b>	<b>311,607</b>
<b>Changes in net position</b>	<b>442,507</b>	<b>50,832</b>	<b>493,339</b>	<b>268,829</b>
<b>NET POSITION:</b>				
Beginning of year, as restated (Note 16)	11,800,987	6,084,426	17,885,413	5,033,595
End of year	<u>\$ 12,243,494</u>	<u>\$ 6,135,258</u>	<u>\$ 18,378,752</u>	<u>\$ 5,302,424</u>
Adjustment to reflect consolidation of internal service activities to related enterprise fund	3,910	2,536	6,446	
Changes in Net Position of Business -type Activities	<u>\$ 446,417</u>	<u>\$ 53,368</u>	<u>\$ 499,785</u>	

**City of Huntington Park**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended June 30, 2015**

	Business-Type Activities			Governmental
	Water Fund	Nonmajor Enterprise Funds	Total	Activities Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Receipts from tenants, customers and users	\$ 5,612,279	\$ 470,036	\$ 6,082,315	\$ 4,163,125
Payments to suppliers	(4,079,905)	(244,833)	(4,324,738)	(3,830,581)
Payments to employees	(250,765)	(135,347)	(386,112)	(386,805)
<b>Net cash provided by (used in) operating activities</b>	<b>1,281,609</b>	<b>89,856</b>	<b>1,371,465</b>	<b>(54,261)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Payment to other funds	-	-	-	39,991
Transfers from (to) other funds	(220,000)	-	(220,000)	314,135
<b>Net cash (used in) noncapital financing activities</b>	<b>(220,000)</b>	<b>-</b>	<b>(220,000)</b>	<b>354,126</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest received	3,980	1,520	5,500	11,655
<b>Net cash provided by investing activities</b>	<b>3,980</b>	<b>1,520</b>	<b>5,500</b>	<b>11,655</b>
<b>Net (decrease) in cash and cash equivalents</b>	<b>1,065,589</b>	<b>91,376</b>	<b>1,156,965</b>	<b>311,520</b>
<b>CASH AND CASH EQUIVALENTS:</b>				
Beginning of year	1,156,304	710,605	1,866,909	6,149,302
End of year	<u>\$ 2,221,893</u>	<u>\$ 801,981</u>	<u>\$ 3,023,874</u>	<u>\$ 6,460,822</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	658,527	\$ 49,312	\$ 707,839	\$ (54,421)
Adjustments to reconcile operating income (loss) to net cash (used in) operating activities:				
Depreciation expense	398,042	15,304	413,346	29,725
(Increase) decrease in:				
Accounts receivable	83,941	12,302	96,243	(463)
Deferred outflows of resources - pension	(727)	(478)	(1,205)	
Increase (decrease) in:				
Accounts payable	88,692	(2,114)	86,578	(23,275)
Accrued payroll	9,207	1,843	11,050	(3,651)
Accrued leave payable	(7,383)	(1,296)	(8,679)	(2,176)
Deposit payable	19,134	15,109	34,243	-
Unearned revenue	24,657	-	24,657	
Compensated absences payable	6,105	(1,055)	5,050	-
Aggregate net pension liability	(104,497)	(68,609)	(173,106)	-
Deferred inflows of resources - pension	105,911	69,538	175,449	-
Total adjustments	623,082	40,544	663,626	160
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 1,281,609</b>	<b>\$ 89,856</b>	<b>\$ 1,371,465</b>	<b>\$ (54,261)</b>

See accompanying Notes to the Basic Financial Statements.

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# FIDUCIARY FUND FINANCIAL STATEMENTS

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**Successor Agency Private-Purpose Trust Fund** - To account for the balances and transactions of the Successor Agency to the Community Development Commission of the City of Huntington Park.

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**City of Huntington Park**  
**Statement of Fiduciary Net Position**  
**Fiduciary Fund**  
**June 30, 2015**

---

	Successor Agency Private - Purpose Trust Fund
<b>ASSETS</b>	
Current assets:	
Cash and investments	\$ 8,679,431
Interest receivable	2,908
Loan receivable, net	-
Total current assets	8,682,339
Noncurrent assets:	
Property held for resale	922,050
Total noncurrent assets	922,050
<b>Total assets</b>	9,604,389
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Unamortized loss on defeasance of debt	1,147,734
<b>Total deferred outflows of resources</b>	1,147,734
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	12,412
Accrued payroll	5,219
Accrued leave payable	95
Deposits payable	61,221
Interest payable	661,585
Arbitrage liability (Note 17)	2,405,898
Bonds payable - due within one year	4,721,100
Total current liabilities	7,867,530
Noncurrent liabilities:	
Bonds payable - due in more than one year	210,267,197
Total noncurrent liabilities	210,267,197
<b>Total liabilities</b>	218,134,727
<b>NET POSITION (DEFICIT)</b>	
Held in trust	(207,382,604)
<b>Total net position (deficit)</b>	\$ (207,382,604)

**City of Huntington Park**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Fund**  
**For the Year Ended June 30, 2015**

---

	Successor Agency Private - Purpose Trust Fund
	Fund
<b>ADDITIONS:</b>	
Taxes	\$ 7,805,127
Gain on sale of assets	1,876,770
Transfer from the City	821,666
Other revenue	101,557
<b>Total additions</b>	<b>10,605,120</b>
 <b>DEDUCTIONS:</b>	
Personnel expenses	113,068
Other expenses	132,289
Interest and fiscal charges	13,626,584
<b>Total deductions</b>	<b>13,871,941</b>
<b>Change in net position</b>	(3,266,821)
 <b>NET POSITION:</b>	
Beginning of year	(204,115,783)
End of year	\$ (207,382,604)

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# NOTES TO THE BASIC FINANCIAL STATEMENTS

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**City of Huntington Park**  
**Index to Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2015**

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**City of Huntington Park**  
**Index to Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**City of Huntington Park**  
**Notes to the Basic Financial Statements**  
**For the Year Ended June 30, 2015**

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**NOTE 1 – REPORTING ENTITY**

The City of Huntington Park (the “City”) is a community located approximately six and a half miles southeast of downtown Los Angeles, California. The City geographically encompasses approximately three square miles and has an approximate population of 59,000 residents. The City was incorporated as a general law city in 1906.

The City operates under the Council-Manager form of government, with five elected Council members served by full-time City Manager and staff. The City provides the following services:

*Public Safety* - the City employs police officers and support staff to provide round- the-clock police services from a central station.

*Public Works (Field Services)* - The City contracts the construction and maintenance of its streets, curbs, gutters, and related public property.

*Community Services (Parks and Recreation)* - The City provides a variety of programs relating to public parks; street tree maintenance, graffiti removal and weed abatement on public right-of-way.

*Community Development* - The City provides review and plan check services to the public and others. City departments investigate traffic related issues and other various intergovernmental project coordination.

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made applying the provisions of GASB Statement No. 14 (as amended by GASB Statement No. 39 and No. 61). As required by U.S. GAAP, these financial statements present the primary government and its component units, entities for which the government is considered to be financially accountable. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body and the City is either able to impose its will on that organization, or there is a potential for that organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable if an organization is fiscally dependent upon the City (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the City). In certain cases, other organizations are included as component units if the nature and significance of their relationship with the City are such that their exclusion would cause the City's financial statements to be misleading or incomplete.

Included within the City’s reporting entity are the Parking Authority of the City of Huntington Park (the “Parking Authority”) and the Huntington Park Public Financing Authority (the “Finance Authority”). The City Council of the City of Huntington Park acts as the governing board for each of these entities. In addition, executive management activities are conducted by the City staff.

Component unit financial statements are not issued for the Parking Authority or the Finance Authority.

Parking Authority of the City of Huntington Park

The Parking Authority was established on June 6, 1988, by the City, for the purpose of coordinating and financing public parking facilities. The City Council is the Board of Directors for the Parking Authority.

Huntington Park Public Financing Authority

The Financing Authority was organized on July 5, 1988 by the City, the Parking Authority and the Commission. The Financing Authority's primary purpose is to provide for the financing of public capital improvements to the City, Commission or Parking Authority. City Council members serve as the Board of Directors of the Financing Authority and have full accountability of fiscal matters.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. *Basis of Presentation***

The City of Huntington Park's financial statement presentation follows accounting principles generally accepted in the United States of America ("U.S. GAAP") as applicable to governments. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for governmental accounting and financial reporting principles.

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

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

In accordance with GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, the statement of net position reports separate sections for Deferred Outflows of Resources and Deferred Inflows of Resources, when applicable.

*Deferred Outflows of Resources* represent outflows of resources (consumption of net position) that apply to future periods and that, therefore, will not be recognized as an expense until that time.

*Deferred Inflows of Resources* represent inflows of resources (acquisition of net position) that apply to future periods and that, therefore, are not recognized as revenue until that time.

*Government-Wide Financial Statements*

The City's Government-wide Financial Statements include a Statement of Net Position and a Statement of Activities (changes in net position). These statements present summaries of Governmental and Business-type Activities for the City.

These statements are presented on an "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets and infrastructure, as well as long-term debt, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized in the period in which the liability is incurred. The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. The types of program revenues for the City are reported in three categories: 1) charges for services, 2) operating contributions and grants, and 3) capital contributions and grants. Charges for services include revenues from customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function. Contributions and grants include revenues restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not properly included among program revenue are reported as general revenues.

Certain eliminations have been made in regards to interfund activities, payables, and receivables. Internal balances and interfund charges in the Government-wide Financial Statements have been eliminated, except those between governmental and business-type activities.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

Fund Financial Statements

To ensure the proper identification of individual revenue sources and expenditures made from those revenues, the City's accounts are organized on the basis of individual funds, each of which is considered a separate accounting entity. Each fund's operations are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. The City's resources are accounted for in these individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled.

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and aggregated nonmajor governmental funds. An accompanying schedule is presented to reconcile and explain the differences in fund balances as presented in these statements to the net position presented in the Government-Wide Financial Statements. The City has presented all major funds that met the qualifications of GASB Statement No. 34.

All governmental funds are accounted for on a “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets deferred outflows of resources, current liabilities and deferred inflows of resources, are generally included on the balance sheets. The reported fund balance is the net current assets, which is considered only to be a measure of available spendable resources. Governmental fund operating statements present a summary of sources and uses of available spendable resources during a period by presenting increases and decreases in current assets. Under modified accrual basis of accounting, revenues are recognized in the accounting period in which they both become “measurable” and “available” to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60-days after year-end) are recognized when due. Those revenues susceptible to accrual are property taxes, sales taxes, transient occupancy taxes, utility user taxes, property transfer taxes, interest revenues, and intergovernmental revenues. Fines, licenses, use of property and permit revenues are not susceptible to accrual because they generally are not measurable until received in cash.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred, except for principal and interest on general long-term obligations which are recognized when due. Because of their current financial resources focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund expenditures or fund liabilities.

The City reports the following major governmental funds:

- ***General Fund*** – This fund is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.
- ***The HUD Home Program Special Revenue Fund*** – This fund is used to account for housing and community development projects. Financing is provided by federal grants received from Department of Housing and Community Development Home Program.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

*Proprietary Fund Financial Statements*

Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses, and Changes in Net Position, and a Statement of Cash Flows. All proprietary fund types are accounted for using the accrual basis of accounting, similar to the Government-Wide Financial Statements. Revenues are recognized when earned, and expenses are recognized when incurred. Proprietary funds are accounted for on the economic resources measurement focus, which means that all assets and all liabilities associated with their activity are included in the Statement of Net Position.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for services. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City reports the following major enterprise fund:

- ***Water Enterprise Fund*** – This fund is used to account for the operations of the water utility system.

The City's internal service funds are presented in the Proprietary Funds Financial Statements. Because the principal users of the internal services are the City's governmental activities, the financial statements of the internal service funds are consolidated into the governmental activities column when presented in the Government-wide Financial Statements. To the extent possible, the cost of these services is reported in the appropriate functional activity.

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other City departments or agencies on a cost-reimbursement basis. The City uses internal service funds to account for fleet maintenance, vehicle and equipment replacement, and employee benefit and other post employment benefits activities.

*Fiduciary Fund Financial Statements*

- **Successor Agency Private Purpose Trust Fund** - This is a fiduciary fund type used by the City to report trust arrangements under which principal and income benefit other governments. This fund reports the assets, liabilities and activities of the Successor Agency to the Community Development Commission. Unlike the limited reporting typically utilized for Agency Fund, the Private Purpose Trust Fund reports a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position.

The City, as the Successor Agency to the City's former Community Development Commission (the "Successor Agency"), serves in a fiduciary capacity, as custodian for the assets and to wind down the affairs of the former Community Development Commission. Its assets are held in trust for the benefit of the taxing entities within the former Community Development Commission's boundaries and as such, are not available for the use of the City.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***C. Cash and Cash Equivalents***

For the purpose of the statement of cash flows, the City considers cash and cash equivalents as short-term highly liquid investments that are both readily convertible to known amounts of cash with original maturities of three months or less their maturity that they present insignificant risk of changes in value because of changes in interest rates. Because the proprietary funds participate in City's investment pool, funds are available as needed. Accordingly all amounts are reported as cash and cash equivalents.

***D. Investments***

The City reports investments based on fair value. Market value is used as fair value for those securities for which market quotations are readily available.

***E. Interfund Transactions***

With Council and/or management approval, resources may be transferred from one City fund to another. Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

***F. Prepaid Items***

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

A nonspendable fund balance has been reported in the governmental funds to show that prepaid items do not constitute "available spendable resources", even though they are a component of net current assets.

***G. Property Held for Resale***

Property held for resale is carried at the lower of cost or market, but no greater than the estimated net realizable value.

***H. Capital Assets***

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. For infrastructure, the City capitalized those projects exceeding \$25,000 and having a useful life greater than one year. Contributed assets are reported at fair value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***H. Capital Assets (Continued)***

Provision for depreciation on all assets is computed using the straight-line method over the following estimated useful lives:

	Years
Buildings	40
Vehicles	5-10
Furniture, fixtures, and equipment	5-40
Pavement system	40
Sidewalk, curb, and gutters	40
Traffic signals	20
Street lights	20
Improvements	20-30
Sewer and storm drains	60

***I. Due From Other Governments***

The amounts recorded as due from other governments include sales taxes, property taxes, and grant revenues collected or provided by federal, state, county and city governments which are unremitted to the City as of June 30, 2015.

***J. Interest Rate Swap Liability***

The City adopted GASB Statement No. 53, Accounting and Financial Reporting for Derivative Instruments. Under this accounting standard, the City is required to measure derivative instruments such as the interest rate swap agreement at fair value in the statement of net position.

***K. Claims and Judgments***

Claims and judgments are recognized when it is probable that a liability has been incurred and the amount of loss can be reasonably estimated. Only the short-term liability is reflected as a current liability in all applicable governmental fund types. For presentation in the Statement of Net Position, claims and judgments are included as noncurrent liabilities separated between the amounts due within one year and amounts due in more than one year. The short-term liability, which will be liquidated with expendable available financial resources, is the amount of settlement and needed reserves, but unpaid, related to claims and judgments entered.

***L. Compensated Absences***

The short-term portion of compensated absences is determined to be the amount due to employees for future absences, which is attributable to services already rendered, and which is expected to be paid during the next fiscal year. For employees chargeable to enterprise operations, both short-term and long-term portions of compensated absences are reflected in the Proprietary Funds. Compensated absences are funded by each fund based on the respective share of the liability. The liability for Governmental Activities is primarily liquidated from the general fund while the liability for Business-type Activities is liquidated from the enterprise funds.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***M. Pension***

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plans and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans (Note 10). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

The following timeframes are used for pension reporting:

CalPERS

Valuation Date	June 30, 2013
Measurement Date	June 30, 2014
Measurement Period	July 1, 2013 to June 30, 2014

PARS

Valuation Date	July 1, 2014
Measurement Date	June 30, 2015
Measurement Period	July 1, 2014 to June 30, 2015

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

***N. Fund Balances***

The fund balance reported in the financial statements is categorized into five components whereby each component identifies the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the fund can be spent. The five components of fund balance are as follows:

*Nonspendable:* Resources that are 1) not in spendable form, such as inventories, prepaids, long-term receivables, or non-financial assets held for resale, or 2) required to be maintained intact such as an endowment.

*Restricted:* Resources that are subject to externally enforceable legal and contractual restrictions; these restrictions would be either 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation. All special revenue funds are considered restricted.

*Committed:* Resources that are constrained to specific purposes by a formal action of the City Council such as an ordinance or resolution. The constraint remains binding unless removed in the same formal manner by the City Council. Council action to commit fund balance must occur within the fiscal reporting period while the amount committed may be determined subsequently.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***N. Fund Balances (Continued)***

Assigned: Resources that are constrained by the City’s intent to be used for specific purposes, but that are neither restricted nor committed.

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

***O. Use of Restricted Resources***

When both restricted and unrestricted resources are available for use, the City's policy is to use restricted resources first, and then unrestricted resources as they are needed. Further, when the components of unrestricted fund balance can be used for the same purpose, the City uses the unrestricted resources in the following order: committed, assigned, and unassigned.

***P. Net Position Restricted by Enabling Legislation***

The government-wide statement of net position reports \$18,356,094 of restricted net position, of which \$1,252,764 is restricted by voter approved, which was derived from voter approved special tax levies to pay for retirement costs.

***Q. Property Taxes***

Under California law, property taxes are assessed and collected by the counties up to 1 percent of assessed value, plus other increases approved by the voters. The property taxes go into the County of Los Angeles pool, and are then allocated to the cities based on complex formulas. Accordingly, the City accrues only those taxes, which are received from the County within sixty days after year-end.

Lien Date	January 1
Levy Date	July 1
Due Dates	November 1 and February 1
Collection Dates	December 10 and April 10

***R. Estimates***

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***S. Accounting Changes***

GASB has issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*). This Statement establishes standards for measuring and recognizing liabilities, deferred outflow of resources, deferred inflows of resources, and expense/expenditures for pension plans. This Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. This statement became effective for periods beginning after June 15, 2014. See Note 16 for prior period adjustment as a result of implementation.

GASB has issued Statement No. 69, *Government Combinations and Disposals of Government Operation*. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this Statement, the term government combinations includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations. This statement became effective for periods beginning after December 15, 2013 and did not have a significant impact on the City's financial statements for year ended June 30, 2016.

GASB has issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. This statement establishes standards relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. This statement became effective for periods beginning after June 15, 2014. See Note 16 for prior period adjustment as a result of implementation.

**NOTE 3 – OTHER REQUIRED DISCLOSURES**

**A. Deficit Fund Balances and Net Positions**

The following funds had a deficit Fund Balance at June 30, 2015:

*Nonmajor Funds:*

Special Revenue		
Local Origination Program	\$	(14,433)
Community Development Block Grant		(149,000)
Business Improvement District		(17,558)
Public Financing Authority		(1,850)

In the Government-Wide Financial Statements, the City had a deficit unrestricted net position at June 30, 2015 for its governmental activities of \$(62,353,072).

Management asserts that the deficits will be eliminated by revenues made available in subsequent periods. If revenues are not sufficient in subsequent periods, the impact on the General Fund could be material.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 3 – OTHER REQUIRED DISCLOSURES (CONTINUED)**

**B. Expenditures in Excess of Appropriations**

The following funds had expenditures in excess of appropriations for the year ended June 30, 2015:

Fund	Appropriations	Expenditures	Excess of Expenditures over Appropriations
<b><i>Major Governmental Funds:</i></b>			
General Fund:			
Public works	\$ 4,502,417	\$ 4,704,696	\$ (202,279)
Community services	1,514,814	1,554,959	(40,145)
Community development	1,008,048	1,196,766	(188,718)
Interest and fiscal charges	-	12,110	(12,110)
<b><i>Nonmajor Governmental Funds:</i></b>			
Art in Public Places			
Capital outlay	67,000	70,392	(3,392)
Local Origination Program			
Public works	6,980	16,310	(9,330)
Capital outlay	3,500	3,933	(433)
Sales Tax Transit Proposition A			
Community services	1,366,322	1,377,280	(10,958)
Business Improvement District			
Community development	-	924	(924)
Supplemental Law Enforcement			
Public Safety	-	32,989	(32,989)
Capital Outlay	199,048	241,147	(42,099)
Illegal Disposal Abatement			
Community development	-	4,536	(4,536)
Public Safety			
Public Safety	-	31,525	(31,525)
Solid Waste Recycle Grant			
Community development	23,567	30,713	(7,146)
TDA/Bike Path			
Community development	12,000	19,950	(7,950)
Measure R			
Public works	496,236	526,044	(29,808)
LBPHCP Lead Base			
Community development	-	70,132	(70,132)
Employees' Retirement			
General government	94,000	111,154	(17,154)
Prevention Intervention			
Public safety	35,000	42,668	(7,668)
CalTRANS			
Community services	-	656	(656)

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 4 – CASH AND INVESTMENTS**

Cash and investments are classified in the accompany financial statements as follows:

	Government-Wide Statement of Net Position			Fiduciary Fund Statement of Net Position	Total
	Governmental Activities	Business-Type Activities	Total		
Cash and investments	\$ 25,747,735	\$ 3,023,874	\$ 28,771,609	\$ 8,679,431	\$ 37,451,040
<b>Total cash and investments</b>	<b>\$ 25,747,735</b>	<b>\$ 3,023,874</b>	<b>\$ 28,771,609</b>	<b>\$ 8,679,431</b>	<b>\$ 37,451,040</b>

Cash, cash equivalents and investments consisted of the following at June 30, 2015:

Cash and cash equivalents:	
Petty cash	\$ 1,510
Demand deposits	8,470,068
Total cash and cash equivalents	8,471,578
Investments:	
Local Agency Investment Fund	28,979,462
Total cash and investments	\$ 37,451,040

**A. Demand Deposits**

The carrying amounts of the City's demand deposits were \$8,470,068 at June 30, 2015. Bank balances at that date were \$8,622,472, the total amount of which was collateralized or insured with securities held by the pledging financial institutions in the City's name as discussed below. The difference between the carrying amount and bank balances represents outstanding checks, deposits in transit, and other reconciling items.

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 market value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City's 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 ("FDIC").

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. 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.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 4 – CASH AND INVESTMENTS (CONTINUED)**

***B. Investments***

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

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Government Sponsored Enterprise	5 years	None	None
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Money Market Mutual Funds	N/A	20%	10%
Local Agency Investment Fund (LAIF)	N/A	None	None

***C. Risk Disclosures***

**Disclosures Related to Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. It is the City's policy to manage its exposure to interest rate risk by purchasing a combination of shorter-term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity over time as necessary to provide the cash flow and liquidity needed for operations. Funds held by fiscal agent are invested pursuant to the terms of debt covenants and cash flow is managed as necessary to meet debt service obligations.

Information about the sensitivity of fair values of the City's investments (including investments held by fiscal agent) to market interest rates fluctuations is provided by the following table that reflects the distribution of the City's investments by maturity:

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less than 1	1 to 2	2 to 3
Local Agency Investment Fund (LAIF)	\$ 28,979,462	\$ 28,979,462	\$ -	\$ -
Total	\$ 28,979,462	\$ 28,979,462	\$ -	\$ -

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 4 – CASH AND INVESTMENTS (CONTINUED)**

**C. Risk Disclosures (Continued)**

**Disclosures Relating to Credit Risk**

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

Investment Type	Fair Value	Minimum Legal Rating	Not Rated	Rating AAA
Local Agency Investment Fund (LAIF)	\$ 28,979,462	N/A	\$ 28,979,462	\$ -
Total	\$ 28,979,462		\$ 28,979,462	\$ -

**Concentration of Credit Risk**

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

**Custodial Credit Risk**

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

California law also allows financial institutions to secure the public agencies' deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2015, the City's deposits (bank balances) were insured by FDIC up to \$250,000.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 4 – CASH AND INVESTMENTS (CONTINUED)**

**C. Risk Disclosures (Continued)**

**Investment in State Investment Pool (“LAIF”)**

The City is a voluntary participant in the LAIF that is regulated by the California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is not registered with the Securities and Exchange Commission. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. The City's investments with LAIF at June 30, 2015, included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities:

*Structured Notes:* debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.

*Asset-Backed Securities:* generally mortgage-backed securities that 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 (for example, Collateralized Mortgage Obligations) or credit card receivables.

As of June 30, 2015, the City had \$28,979,460 invested in LAIF, which had invested 2.08% of the pool investment funds in Structured Notes and Asset-Backed Securities. LAIF determines fair value on its investment portfolio based on market quotations for those securities where market quotations are readily available and based on amortized cost or best estimate for those securities where market value is not readily available. The City valued its investments in LAIF as of June 30, 2015, by multiplying its account balance with LAIF times a fair value factor determined by LAIF. This fair value factor was determined by dividing all LAIF participants' total aggregate amortized cost by total aggregate fair value. The credit quality rating of LAIF is unrated as of June 30, 2015.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 5 – NOTES RECEIVABLE**

At June 30, 2015, the City had \$8,247,516 in various notes receivable as follows:

	<u>Notes Receivable</u>	<u>Allowance</u>	<u>Notes Receivables, net</u>
Governmental Activities:			
General Fund:			
Sopp Ford Loan	\$ 215,000	\$ -	\$ 215,000
RASA	100,000	(100,000)	-
Residential Rehab	800	-	800
Total General Fund	<u>315,800</u>	<u>(100,000)</u>	<u>215,800</u>
HUD Home Program Special Revenue Fund:			
First Time Home Buyer Program	152,750	-	152,750
RASA	692,000	-	692,000
Residential Rehab	7,036,911	-	7,036,911
Total HUD Home Program	<u>7,881,661</u>	<u>-</u>	<u>7,881,661</u>
CDBG Special Revenue Fund			
First Time Home Buyer	50,000	-	50,000
Residential Rehab	90,596	-	90,596
Total CDBG	<u>140,596</u>	<u>-</u>	<u>140,596</u>
HUD Social Security Grant Special Revenue Fund			
Macro Loan Program	9,459	-	9,459
Total Governmental Activities	<u>\$ 8,347,516</u>	<u>\$ (100,000)</u>	<u>\$ 8,247,516</u>
Fiduciary Fund:			
Successor Agency Private-Purpose Trust Fund	<u>\$ 49,750</u>	<u>\$ (49,750)</u>	<u>\$ -</u>

**A. Sopp Ford Loan \$215,000**

In December 2008, the City approved the request from Sopp Ford for collateralization of the loan in the amount of \$400,000

On December 30, 2010, the City entered into a Settlement Agreement and General Mutual Release of All Claims (“Agreement”) with Sopp Ford, Inc. (Sopp Ford”) and Community Development Commission of the County of Los Angeles (“CDC”). The Agreement contained the economic terms of settlement in the amount of \$185,000. The balance of the Sopp Ford Loan outstanding at June 30, 2015 was \$215,000.

**B. First Time Home Buyer Program (the “Program”):**

The Program is a second silent mortgage loan program designed to assist qualified low-income individuals with the purchase of their first home. Program assistance is limited to \$500,000 (inclusive of applicable program fees) or the lesser amount (with zero percent interest) necessary to provide the “gap” assistance required to meet the Program’s front-end ratio requirements of 25% to 35%, whichever is lower. The Program is not longer offered by the City.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 5 – NOTES RECEIVABLE (CONTINUED)**

**C. RASA Note**

In October 2001, the City entered into an agreement with RASA limited partnership (“RASA”) whereby the RASA received \$700,000 for development costs of certain housing projects associated with the HOME Federal Program. Pursuant to this agreement, the RASA shall remit payments in annual estimates commencing on January 1, 2004. Interest accrues at the rate of six percent per annum commencing January 1, 2003 until April 1, 2034. Repayment of the loan is secured by a deed of trust and net operating income generated by the Housing Project. The note to the City is subordinate to existing senior debt obligation of RASA and not an available resource to the City. The principal balance outstanding at June 30, 2015 was \$692,000.

On October 18, 2001, the City entered into another agreement with RASA whereby in return for land disposition, it received a \$100,000 note. The \$100,000 note is subordinate to existing obligations of the developer to the County of Los Angeles. The note bears simple interest at the rate of 8.0 percent per annum from January 31, 2003 until December 31, 2047. Interest is payable annually. Principal is due and payable on or before December 31, 2047. The principal outstanding as of June 30, 2015 was \$100,000 with an offset of allowance for uncollectible notes in the fund financial statement and in the Government-Wide financial statements.

**D. Residential Rehab Loans**

This program provides financial assistance to owners of single-family homes (one to four units) for rehabilitation improvements. Loans and/or grants are provided to qualified low and moderate income households to bring assisted properties into compliance with the City’s property standard.

A summary of residential rehab loans is as follows:

Oldtimers Housing Development Corporation Notes	\$ 4,545,223
LINC Community Development Corporation	1,500,000
All others under \$100,000 individually	1,083,084
Total	\$ 7,128,307

**Oldtimers Housing Development Corporation Notes:**

The City through the former Community Development Commission of the City of Huntington Park (the “Commission”) implemented the HOME Community Housing Development Program, including authority to enter into agreements with community housing development organizations. With this authority, the Commission entered into various affordable housing agreements with Oldtimers Housing Development Corporation IV (“OHDC”) to help the developer acquire, produce, rehabilitate, operate and manage affordable housing units within the City of Huntington Park. Under the terms of the agreements, the Commission provided funds equal to the principal amounts of the Note which bears interest at the rate of three percent per annum, compounded annually.

The Note amount shall be paid by the OHDC's annual payment to the City of an amount equal to fifty percent (50%) of the residual receipts of the property. Below is the summary of the terms of the loans and the outstanding balances as of June 30, 2015.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 5 – NOTES RECEIVABLE (CONTINUED)**

**D. Residential Rehab Loans (Continued)**

**Oldtimers Housing Development Corporation Notes (Continued):**

Loan	Date of Loan Agreement	Principal Amount	Interest Rate	Payment Period	Outstanding Balance, June 30, 2015
1	July 12, 2006	\$ 620,848	3%	April 1, 2015 - April 1, 2061	\$ 592,389
2	August 6, 2007	223,700	3%	April 1, 2011 - April 1, 2062	223,700
3	June 2, 2008	468,000	3%	April 1, 2011 - April 1, 2062	468,000
4	January 22, 2008	1,316,200	3%	April 1, 2015 - April 1, 2063	1,316,200
5	January 22, 2008	2,040,715	3%	April 1, 2015 - April 1, 2063	1,944,934
					<u>\$ 4,545,223</u>

**LINC Community Development Note:**

In 2012, The City entered into Home Investment Partnership Affordable Housing Agreement (Mosaic Gardens at Huntington Park) with Line Community Development Corporation (“LINC CDC”). The City provided financial assistance to LINC CDC in the form of a loan of Home Program funds in the amount of \$1,500,000 to assist LINC CDC to acquire, rehabilitate, and operate the property as a long-term affordable housing project for persons and families of extremely low and very low income at an Affordable Rent.

**NOTE 6 – INTERFUND BALANCES**

**A. Internal Balances:**

At June 30, 2015, the City had the following internal receivable and payable, which represents internal service charges between the governmental activities and business-type activities:

Internal Payable	Internal Receivable
Governmental Activities	Business-Type Activities
	\$ 6,446

**B. Due to/from Other Funds:**

At June 30, 2015, the individual fund interfund receivable payable balances are as follows:

Due to Other Funds	Due from Other Funds
	General Fund
Internal Service Fund	
Employee Benefit Fund	\$ 209,518
Nonmajor Governmental Funds	679,804
<b>Total</b>	<u>\$ 889,322</u>

Amounts due to General Fund are used to compensate for negative cash balances. These balances are expected to be repaid within the next fiscal year.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 6 – INTERFUND BALANCES (CONTINUED)**

**C. Transfers In/Out:**

At June 30, 2015, the City had the following transfers reported in the Government-Wide Financial Statements:

	<b>Transfers In</b>
<b>Transfers Out</b>	Governmental
Business-Type Activities	Activities
	\$ 220,000

At June 30, 2015, the City had the following transfers reported in the fund financial statements:

	<b>Transfers In</b>				
	General Fund	HUD Home Program Fund	Nonmajor Governmental Funds	Internal Service Funds	Total
General Fund	\$ -	\$ 435,944	\$ 500,275	\$ -	\$ 936,219
HUD Home Program Revenue Fund	-	-	-	-	-
Nonmajor Special Revenue Funds	698,132	-	-	311,607	1,009,739
Capital Improvement Capital Project Fund	1,064,477	-	-	-	1,064,477
Major Enterprise Fund Water	220,000	-	-	-	220,000
<b>Total</b>	<b>\$ 1,982,609</b>	<b>\$ 435,944</b>	<b>\$ 500,275</b>	<b>\$ 311,607</b>	<b>\$ 3,230,435</b>

The purposes of the transfers are listed as below:

- General Fund to HUD Home Program Fund in the amount of \$435,944 to transfer prior year expenditures was not reimbursed by the HUD and establish correct ending cash balance.
- General Fund to Nonmajor Governmental Funds in the amount of \$500,275:
  - General Fund to Asset Forfeiture Fund in the amount of \$410,782 to subsidizing non FCC compliance project.
  - General Fund to Air Quality Improvement Fund in the amount \$26,459 to establish correct ending cash balance and transfer prior year payments to Southern California Association of Governments for memberships dues not allowed by AQMD.
  - General Fund to Measure R Fund in the amount of \$63,034 to transfer the amount disallowed by Prop A and C audit because expenditures total was over the approved budget.
- Nonmajor Special Revenue Funds to General Fund in the amount of \$698,132:
  - Supplemental Law Enforcement Fund to General Fund in the amount of \$19 to close the fund.
  - Parking System Fund to General Fund in the amount of \$150,000 to reimburse costs.
  - Neighborhood Lead Base Fund to General Fund in the amount of \$39,171 to close the fund.
  - Homelessness Prevention Fund to General Fund in the amount of \$148 to close the fund.
  - Employee’s Retirement Fund to General Fund in the amount of \$500,000 to reimburse the costs.
  - HUD Section 108 Loan Fund to General Fund in the amount of \$8,794 to close the fund.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 6 – INTERFUND BALANCES (CONTINUED)**

**C. Transfers In/Out: (Continued)**

- Capital Improvement Fund to General Fund in the amount of \$1,064,477 to close the fund.
- OPEB Fund to Internal Service Funds in the amount of \$311,607 to close the fund.
- Water Fund to General Fund in the amount of \$220,000 to reimburse the costs.

**NOTE 7 – CAPITAL ASSETS**

**A. Governmental Activities**

A summary of changes in the capital assets for the governmental activities for the year ended June 30, 2015 is as follows:

	Governmental Activities			Balance June 30, 2015
	Balance July 1, 2014	Additions	Deletions	
<b>Nondepreciable assets:</b>				
Land	\$ 5,700,656	\$ -	\$ -	\$ 5,700,656
Intangible asset - easement	1	-	-	1
Total nondepreciable assets	<u>5,700,657</u>	<u>-</u>	<u>-</u>	<u>5,700,657</u>
<b>Depreciable assets:</b>				
Building and improvements	18,057,890	730,891	-	18,788,781
Vehicles	5,261,392	28,874	-	5,290,266
Property and equipment	5,528,272	465,011	(546,542)	5,446,741
Infrastructure				
Pavement systems	31,204,367	6,000	-	31,210,367
Sidewalk, curb, and gutter system	20,386,047	-	-	20,386,047
Traffic signals	5,687,861	6,044	-	5,693,905
Street lights	15,724,206	-	-	15,724,206
Total capital assets, being depreciated	<u>101,850,035</u>	<u>1,236,820</u>	<u>(546,542)</u>	<u>102,540,313</u>
<b>Less accumulated depreciation:</b>				
Building and improvements	(7,035,438)	(422,037)	-	(7,457,475)
Vehicles	(4,688,910)	(191,031)	-	(4,879,941)
Property and equipment	(4,091,550)	(287,110)	88,684	(4,289,976)
Infrastructure				
Pavement systems	(16,344,756)	(905,231)	-	(17,249,987)
Sidewalk, curb, and gutter system	(12,347,309)	(412,532)	-	(12,759,841)
Traffic signals	(4,473,005)	(75,541)	-	(4,548,546)
Street lights	(9,052,367)	(479,147)	-	(9,531,514)
Total accumulated depreciation	<u>(58,033,335)</u>	<u>(2,772,629)</u>	<u>88,684</u>	<u>(60,717,280)</u>
Total depreciable assets, net	<u>43,816,700</u>	<u>(1,535,809)</u>	<u>(457,858)</u>	<u>41,823,033</u>
<b>Governmental activities capital assets, net</b>	<u>\$ 49,517,357</u>	<u>\$ (1,535,809)</u>	<u>\$ (457,858)</u>	<u>\$ 47,523,690</u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 7 – CAPITAL ASSETS (CONTINUED)**

**A. Governmental Activities (Continued)**

Depreciation expense was charged to functions/programs of governmental activities for the fiscal year ended June 30, 2015 as follows:

General government	\$	73,804
Public safety		539,714
Public works		2,016,098
Community services		102,807
Community development		10,481
Internal Service Fund		29,725
<b>Total depreciation expense</b>		<u><u>\$ 2,772,629</u></u>

See Note 8 regarding the Lease Revenue Bonds and Measure L (Street Improvement) Bonds issued relating to the above capital assets.

**Intangible Asset – Easement**

In 1995, the City assisted in the financing and development of a 184 unit affordable senior housing apartment complex and parking structure known as Rugby Senior Apartments. The project was financed through the issuance of tax-exempt bonds, HUD loan, and low income housing tax credits. The City sold the land parcel to the developer and contributed funding toward the construction of a 210 space parking structure and 10,810 square foot commercial space. The building was built and owned by the Developer (City Housing – Rugby Associates), while the City retained ownership of the parking structure.

The Development and Disposition Agreement (DDA), the regulatory agreement for the transaction, included a pre-determined purchase price for the parking structure. The agreed purchase price amount in 2013 under the Parking Garage Lease agreement dated April 7, 1997 with City Housing - Rugby Associates was \$4,881,852. The City entered into a purchase and sale agreement with City Housing - Rugby Associates for the sale of an existing Parking structure in April 2013. The net selling price after applicable seller credits was \$4,501,479. In order to facilitate the rehabilitation and refinancing of the project, the City agreed to defer a portion of the proceeds of the sale. The City received \$2,601,479 in sale proceeds at closing and extended a \$1,900,000 loan to Huntington Park 607, LP. The loan deferred principal and interest payments (at 3.0% simple interest) to the earlier of maturity (55 years) or the sale/refinance of the project.

The City received a perpetual and exclusive easement to use the parking structure (130 parking spaces on the first level of the parking structure) valued at \$1 to the City. This easement has been recorded as an intangible asset in the accompanying financial statements.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 7 – CAPITAL ASSETS (CONTINUED)**

**B. Business-Type Activities**

A summary of changes in the capital assets for the business-type activities for the year ended June 30, 2015 is as follows:

	Business-Type Activities			Balance June 30, 2015
	Balance July 1, 2014	Additions	Deletions	
<b>Nondepreciable assets:</b>				
Land	\$ 4,139,404	\$ -	\$ -	\$ 4,139,404
Total nondepreciable assets	4,139,404	-	-	4,139,404
<b>Depreciable assets:</b>				
Building and improvements	963,988	-	-	963,988
Vehicles	55,377	-	-	55,377
Property and equipment	282,697	-	-	282,697
Infrastructure				
Water improvements	22,666,386	-	-	22,666,386
Sewer & storm drain	4,898,008	-	-	4,898,008
Total depreciable assets	28,866,456	-	-	28,866,456
<b>Less accumulated depreciation:</b>				
Building and improvements	(49,156)	(10,312)	-	(59,468)
Vehicles	(55,377)	-	-	(55,377)
Property and equipment	(253,363)	(3,916)	-	(257,279)
Infrastructure				
Water improvements	(12,668,847)	(383,814)	-	(13,052,661)
Sewer & storm drain	(3,275,831)	(15,304)	-	(3,291,135)
Total accumulated depreciation	(16,302,574)	(413,346)	-	(16,715,920)
Total depreciable assets, net	12,563,882	(413,346)	-	12,150,536
<b>Business-type activities capital assets, net</b>	<b>\$ 16,703,286</b>	<b>\$ (413,346)</b>	<b>\$ -</b>	<b>\$ 16,289,940</b>

Depreciation expense charged to activities is as follows:

Water Improvements	\$ 394,126
Water Operations	3,916
Sewer Maintenance	15,304
Total Depreciation - Business-type Activities	<u>\$ 413,346</u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 8 – LONG-TERM LIABILITIES**

A summary of changes in long-term liabilities for the City for the year ended June 30, 2015 is as follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015	Due within One Year	Due in more than One Year
<b>Governmental Activities:</b>						
Developer Notes	\$ 3,681,075	\$ -	\$ (214,290)	\$ 3,466,785	\$ -	\$ 3,466,785
Lease Revenue Bonds	972,095	-	(419,744)	552,351	439,344	113,007
2005 Pension Obligation Refunding bonds	19,600,000	-	(900,000)	18,700,000	1,050,000	17,650,000
Measure L - Street Light Improvement Bonds	8,155,008	-	(428,468)	7,726,540	474,709	7,251,831
EPA Brownfields Loan	-	800,000	-	800,000	-	800,000
OPEB Liability	6,467,962	3,907,016	(1,423,347)	8,951,631	-	8,951,631
Compensated absences	3,520,863	152,571	(639,520)	3,033,914	-	3,033,914
Claims and judgments (Note 13)	3,956,671	499,712	(566,039)	3,890,344	896,000	2,994,344
Governmental Activities: Long-terms liabilities	<u>\$ 46,353,674</u>	<u>\$ 5,359,299</u>	<u>\$ (4,591,408)</u>	<u>\$ 47,121,565</u>	<u>\$ 2,860,053</u>	<u>\$ 44,261,512</u>
<b>Business-type Activities:</b>						
Compensated absences	\$ 53,057	\$ 5,050	-	\$ 58,107	\$ -	\$ 58,107
Business-type Activities: Long-terms liabilities	<u>53,057</u>	<u>5,050</u>	<u>-</u>	<u>58,107</u>	<u>-</u>	<u>58,107</u>

A summary of individual debt issues, accounts outstanding and debt service requirements to maturity follow:

**Developer Notes - \$3,466,785**

In April 2001, the City entered into an agreement with Adir International Export, Ltd. ("La Curacao") to construct and operate La Curacao department store. As consideration for operating the store, the City agreed to provide La Curacao payments derived from sales tax revenues generated by the store. The payments range from 15 to 60 percent based on the level of sales taxes generated by the store. The consideration to be paid by the City is limited to \$1,800,000 and is subordinate to existing developer notes on the Pacific Shopping Center. The sales tax payments are due semi-annually on March 1 and September 1 commencing on September 1, 2003. As of June 30, 2015, the outstanding balance was \$1,395,428.

In February 2000, the City entered into an agreement with Home Depot U.S.A., Inc. for the development and operation of a Home Depot retail store. As consideration for operating the store, the City agreed to provide Home Depot installment payments on March 1 and September 1 each year, derived from an amount equal to 35 percent of the sales tax revenues generated by the store commencing upon opening up to \$2,350,000. Under the terms of the agreement, the City's obligation accrues simple interest at the rate of 8 percent per annum on the principal balance outstanding. However, the interest is forgiven to the extent that the calculated interest payment exceeds the City's 35 percent sales tax installment. As of June 30, 2015, the outstanding balance was \$2,071,357.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 8 – LONG-TERM LIABILITIES (CONTINUED)**

**Lease Revenue Bonds Series 2006 - \$552,351**

Huntington Park Public Financing Authority, Lease Revenue Bonds Series 2006, (\$3,650,000) - These bonds were dated September 1, 2006 and were issued for the purpose of financing certain public capital projects, including 1) the construction of the community building, 2) remodeling the City Hall, 3) street improvements, 4) renovation of and improvements for Salt Lake Park and the Salt Lake Park recreation building, 5) median landscaping and improvements on Randolph Street, 6) improvements to the City's maintenance yard and 7) various beautification improvements throughout the City.

The Authority and the City have entered into a Lease agreement whereby the 2006 Bonds will be secured by certain base rental payable by the City. The bonds bear interest at 4.59 percent per annum, with principal maturities ranging from \$334,000 to \$439,000 per annum payable on a quarterly basis December 5, March 5, June 5 and September 5 of each year beginning December 5, 2006.

At June 30, 2015, the outstanding balance of the bonds was \$552,351. The annual debt service requirements on the Bonds are as follows:

Year Ending	Principal	Interest	Total
<u>June 30,</u>	<u>          </u>	<u>          </u>	<u>          </u>
2016	\$ 439,344	\$ 17,863	\$ 457,207
2017	113,007	1,297	114,304
TOTAL	<u>\$ 552,351</u>	<u>\$ 19,160</u>	<u>\$ 571,511</u>

**Pension Obligation Refunding Bonds (POB's) - \$18,700,000**

City of Huntington Park, Taxable Pension Obligation Refunding Bonds, 2005 Series A (\$23,050,000) - The bonds were dated June 8, 2005, and were issued to make contributions to PERS to; a) fund pension benefits for the City's employees who are members of PERS and b) reduce the unfunded actuarial liability with respect to such pension benefits. The bonds mature August 1, 2025. The POB's are an absolute and unconditional obligation of the City and payable from any funds available.

On April 5, 2007, the interest rate on the Bonds was converted to a fixed rate equivalent to 5.196% to 5.75%.

Simultaneously with the delivery of the bonds, the City acquired a financial guaranty insurance policy which provides for payment of the principal of and interest on the POB's when due to the extent that the Trustee has not received payment.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 8 – LONG-TERM LIABILITIES (CONTINUED)**

**Pension Obligation Refunding Bonds (POB's) - \$18,700,000 (Continued)**

The bonds are subject to mandatory redemption requirements commencing each year on or after August 1, 2006 in amounts ranging from \$50,000 to \$2,450,000. At June 30, 2015, the outstanding balance of the POB was \$18,700,000 Annual debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ 1,050,000	\$ 1,029,645	\$ 2,079,645
2017	1,150,000	972,489	2,122,489
2018	1,300,000	908,838	2,208,838
2019	1,400,000	834,765	2,234,765
2020	1,550,000	749,849	2,299,849
2021-2025	9,800,000	2,196,297	11,996,297
2026	2,450,000	70,523	2,520,523
TOTAL	<u>\$ 18,700,000</u>	<u>\$ 6,762,406</u>	<u>\$ 25,462,406</u>

**Measure L - Street Improvement Bonds - \$7,726,541**

In March 2006, the Huntington Park Public Financing Authority entered into an Installment Sale Agreement (ISA) with the City of Huntington Park and an assignment agreement with All Points Public Funding, LLC (the assignee) to finance certain street light projects. Under the terms of the ISA, the City will purchase the street light project from the Authority and pay to the Authority principal in the amount of \$10,000,000, due semi-annually in advance, at the interest rate of 4.9%. Interest becomes due and payable commencing with February 1, 2007 with final maturity on August 1, 2025.

Under the terms of the assignment agreement, the Authority received \$10,000,000 from the assignee for the transfer of all rights to the principal and interest payments under the ISA. Repayment of the ISA is secured by street light assessment parcel taxes approved by the voters on November 2, 2004.

The installment sale agreement is subject to optional prepayment, with premiums, commencing August 1, 2026. At June 30, 2015, the outstanding balance of the Certificates was \$7,726,541. Annual debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ 474,709	\$ 274,046	\$ 748,755
2017	523,993	256,522	780,515
2018	576,493	237,195	813,688
2019	632,394	215,947	848,341
2020	691,886	192,656	884,542
2021-2025	4,492,333	532,757	5,025,090
2026	334,733	6,025	340,758
TOTAL	<u>\$ 7,726,541</u>	<u>\$ 1,715,148</u>	<u>\$ 9,441,689</u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 8 – LONG-TERM LIABILITIES (CONTINUED)**

**EPA Brownfields Loan Agreement – Original Issue \$800,000**

On August 24, 2014, the City entered into a loan agreement with the State of California Environmental Protection Agency Department of Toxic Substances Control (“DTSC”) for the funding of the Brownfields Revolving Loan fund to undertake remediation and mitigation of hazardous substances on brownfields. DTSC agrees the loan up to \$800,000 with simple interest rate at 3.25%. The term of the loan is 60 months from the date of execution of the agreement and the principal will be paid off at maturity.

Annual debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ -	\$ 26,000	\$ 26,000
2017	-	26,000	26,000
2018	-	26,000	26,000
2019	-	26,000	26,000
2020	800,000	4,333	804,333
TOTAL	<u>\$ 800,000</u>	<u>\$ 108,333</u>	<u>\$ 908,333</u>

**Claims and Judgments Payable**

The amount of claims and judgments payable at June 30, 2015 was \$3,890,344. The Risk Management Internal Service Fund has been used to liquidate the liability for claims and judgments payable. See Note 13 for details.

**Compensated Absences**

The City’s liability for vested and unpaid compensated absences (accrued vacation and sick pay) in the governmental activities has been accrued and amounted to \$3,033,914. The General Fund has been used to liquidate the majority of the liability for compensated absences.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 9 – SUCCESSOR AGENCY LONG-TERM LIABILITIES**

The summary of changes in the Successor Agency’s long-term liabilities is as follows:

	Balance July 1, 2014	Additions	Deletions	Balance June 30, 2015	Due within One Year	Due in more than One Year
Pass Through Agreements	\$ 162,074,641	\$ 11,345,225	\$ -	\$ 173,419,866	\$ -	\$ 173,419,866
Revenue Refunding, 2004A Series A Bonds	32,315,000	-	(3,765,000)	28,550,000	3,950,000	24,600,000
All Points Loan \$6,575,000 Santa Fe	4,988,936	-	(315,552)	4,673,384	330,673	4,342,711
Neighborhood Preservation Promissory Note	4,916,371	-	(296,621)	4,619,750	308,337	4,311,413
Santa Fe Promissory Note	2,383,122	-	(126,487)	2,256,635	132,090	2,124,545
Interest rate swap liability	1,070,710	-	(68,744)	1,001,966	-	1,001,966
Subtotal	<u>207,748,780</u>	<u>11,345,225</u>	<u>(4,572,404)</u>	<u>214,521,601</u>	<u>4,721,100</u>	<u>209,800,501</u>
Add/(less) deferred amounts:						
Bond premium -						
2004A Revenue Refunding Bonds	533,367	-	(66,671)	466,696	-	466,696
<b>Total bonds payable</b>	<u>\$ 208,282,147</u>	<u>\$ 11,345,225</u>	<u>\$ (4,639,075)</u>	<u>\$ 214,988,297</u>	<u>\$ 4,721,100</u>	<u>\$ 210,267,197</u>

**Pass through Agreements with the County of Los Angeles - \$173,419,866**

On January 30, 1990, the Community Development Commission (“Commission”) entered into an agreement with the County of Los Angeles whereby the County agreed to annually loan to the Commission a portion of the County's share of Tax Increment Revenues. The County Deferral Loans bear interest at a rate of 7 percent per year, compounded annually.

The Commission shall commence repayment of the principal and interest amounts of the County Deferral beginning in the fiscal year immediately following the year in which the total of the Commission's share of Tax Increment, debt service override, unitary revenue, and State property tax subvention revenue is sufficient to meet annual Successor Agency bonded debt service requirements. The County deferral to the Commission shall terminate that year. During the year ended June 30, 2015, \$11,345,225 accrued interest was added to the outstanding balance. As of June 30, 2015, these deferrals amounted to \$173,419,866.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 9 – SUCCESSOR AGENCY LONG-TERM LIABILITIES (CONTINUED)**

**Huntington Park Public Financing Authority Refunding Revenue Bonds, 2004 Series A - Original Issuance \$55,875,000**

These bonds were dated May 25, 2004 and were issued to refund \$16,300,000 of the Huntington Park Financing Authority, Merged Redevelopment Project, Local Agency Parity Revenue Bonds, Issue of 1994 Series A, \$16,305,000 of the Huntington Park Financing Authority, Merged Redevelopment Project, Local Agency Taxable Parity Revenue Bonds, Issue of 1994 Series B, and \$23,990,000 of the Huntington Park Financing Authority, Merged Redevelopment Project, Local Agency Taxable Parity Revenue Bonds, Issue of 1994 Series C. The bonds bear varying rates of interest ranging from 3 percent to 5 percent payable September 1 and March 1 commencing September 1, 2004.

At June 30, 2015, the outstanding balance of the bonds was \$28,550,000. The annual debt service requirements on the Bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ 3,950,000	\$ 1,357,762	\$ 5,307,762
2017	4,150,000	1,155,262	5,305,262
2018	4,355,000	937,194	5,292,194
2019	4,585,000	702,519	5,287,519
2020	2,665,000	512,206	3,177,206
2021-2023	8,845,000	677,875	9,522,875
<b>TOTAL</b>	<b>\$ 28,550,000</b>	<b>\$ 5,342,818</b>	<b>\$ 33,892,818</b>

**All Points Loan – Original Issuance \$6,575,000**

On October 10, 2007, the Commission entered into an amended and restated lease agreement with the Huntington Park Public Financing Authority (“All Points Loan”). The amended lease was financed by All Points Public Funding, LLC. Accordingly all lease payments under the lease agreement have been assigned by the Authority to All Points. The proceeds from All Points Loan of \$6,575,000 were used to fund the prepayment of lease payments under the 1997 Lease Agreement and to redeem the 1997 Lease Revenue Bonds (Wastewater System Project) in full. The loan bears interest of 4.68% per annum payable June 1 and December 1 of each year beginning December 1, 2007, with principal maturities ranging from \$238,286 to \$528,063. The reduction in interest rate from 6.20% to 4.68% resulted in lower future debt service of approximately \$1.1 million.

At June 30, 2015, the outstanding balance of the bonds was \$4,673,384. The annual debt service requirements on the Bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ 330,673	\$ 209,747	\$ 540,420
2017	346,520	193,900	540,420
2018	363,125	177,295	540,420
2019	380,527	159,893	540,420
2020	398,762	141,658	540,420
2021-2025	2,325,714	402,666	2,728,380
2026	528,063	12,357	540,420
<b>TOTAL</b>	<b>\$ 4,673,384</b>	<b>\$ 1,297,516</b>	<b>\$ 5,970,900</b>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 9 – SUCCESSOR AGENCY LONG-TERM LIABILITIES (CONTINUED)**

**Neighborhood Preservation Promissory Note – Original Issuance \$6,700,000**

On February 1, 2007, the Commission issued a promissory note (the Note) in the amount of \$6,700,000 to finance the cost of development projects in the Neighborhood Preservation Project Area. The Note is secured by the net tax increment revenues, exclusive of amounts required to be deposited in the low/mod fund and pursuant to pass-through agreements, from the project area and all monies held or deposited with the counterparty. The Note accrues interest at the rate of 64.72% of 1-month LIBOR, plus 3/10 of one percent (.3%), commencing on March 1, 2007 and payable monthly in arrears. Principal is payable annually commencing on February 1, 2007 with a balloon payment at maturity on February 1, 2017 (the Stated Maturity Date). On or before the Stated Maturity Date, if no default has occurred, the counterparty has agreed to renew or refinance the loan on similar terms and conditions at the request of the Commission. Should the Commission renew the Note; principal payments beyond the Stated Maturity Date will be extended with final maturity on February 1, 2027 (the Absolute Maturity Date).

At June 30, 2015, the outstanding balance of the Notes was \$4,619,751. The annual debt service requirements to the stated maturity date using variable rate of 0.42% on the Notes are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ 308,337	\$ 18,877	\$ 327,214
2017	320,517	17,560	338,077
2018	333,177	16,191	349,368
2019	346,338	14,767	361,105
2020	360,018	13,288	373,306
2021-2025	2,024,972	42,115	2,067,087
2026-2027	926,392	4,256	930,648
TOTAL	<u>\$ 4,619,751</u>	<u>\$ 127,054</u>	<u>\$ 4,746,805</u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 9 – SUCCESSOR AGENCY LONG-TERM LIABILITIES (CONTINUED)**

**Neighborhood Preservation Interest Rate Swap**

**Objective of the Interest Rate Swap:** As a means to lower financing costs, and to reduce the risks to the Commission of Huntington Park associated with the fluctuations in market interest rates, the Commission entered into an interest rate swap in connection with the \$6.7 million note with Union Bank of California, N.A. The intention of the swap was to effectively change the variable interest rate on the Notes to a synthetic fixed-rate of 3.9%.

**Terms:** The Note and the related swap agreement mature on February 1, 2027, and the swap's notional amount of \$6,700,000 matches the \$6,700,000 variable-rate Note. The swap was effective at the same time the Note was issued on February 1, 2007. The notional value of the swap and the principal amount of the associated debt declined starting in fiscal year 2006-2007. Under the swap agreement, the Commission pays Union Bank of California, N.A. a fixed rate of 3.6% and receives from Union Bank of California, N.A. a variable payment equal to 64.72% of 1-month LIBOR on the outstanding Notes.

In the Event of Default (as defined in the Loan Agreement) up through the Maturity Date, inclusive, and for so long as any Event of Default is continuing, interest shall accrue on the unpaid principal at a rate per annum equal to 64.72% times 1-month LIBOR, plus 5% per annum, based on a 360-day year for actual days elapsed.

**Fair Value:** The swap had a negative fair value of \$667,899 as of June 30, 2015. Because the interest rates on the Note adjust to changing interest rates, the Note does not have a corresponding fair value increase. The fair value was the quoted market price from Union Bank of California at June 30, 2015.

**Credit Risk:** The swap counterparty was A-3/Negative by Moody's and A-1/Stable by Standard & Poor's as of June 30, 2015.

**Basis Risk:** The synthetic rate on the Notes of 3.9% is expected to be realized, absent an event of default, because the variable rate of the Notes and the variable rate payments to the counter party are calculated using the same 1 month LIBOR.

**Termination Risk:** The Commission has the right to terminate the Swap Agreement, and Union Bank of California may terminate the Swap Agreement in its sole and absolute discretion, if the Commission is in default, at which time the Commission shall pay the Bank all termination fees, breakage fees and other swap agreement charges payable pursuant to the terms of the Swap Agreement.

**Swap Payments and Associated Debt:** Using rates as of June 30, 2015, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rate remains the same for their term, were as follows. As rates vary, variable-rate note interest payments and net swap payments will vary.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 9 – SUCCESSOR AGENCY LONG-TERM LIABILITIES (CONTINUED)**

**Neighborhood Preservation Interest Rate Swap (Continued)**

Year Ending June 30,	Variable-Rate Notes		Net Swap	
	Principal	Interest	Payments	Total
2016	\$ 308,337	\$ 5,404	\$ 156,282	\$ 470,023
2017	320,517	5,026	145,377	470,920
2018	333,177	4,635	134,040	471,852
2019	346,338	4,227	122,256	472,821
2020	360,018	3,804	110,005	473,827
2021-2025	2,024,972	12,055	348,662	2,385,689
2026-2027	926,392	1,218	35,234	962,844
<b>TOTAL</b>	<b>\$ 4,619,751</b>	<b>\$ 36,369</b>	<b>\$ 1,051,856</b>	<b>\$ 5,707,976</b>

**Santa Fe Promissory Note – Original Issuance \$3,037,000**

On February 1, 2007, the Commission issued a promissory note (the Note) in the amount of \$3,037,000 to redeem the then outstanding amount of 1997 Tax Allocation Revenue and Refunding Bonds on October 1, 2007. The Note is secured by the net tax increment revenues, exclusive of amounts required to be deposited in the low/mod fund and pursuant to pass-through agreements, from the project area and all monies held or deposited with the counterparty. The Note accrues interest from February 1, 2007 through October 1, 2007 (the Fixed Interest Rate Period) at the rate of 6.285%, commencing March 1, 2007 and payable monthly in arrears. From October 1, 2007 until maturity, the Note accrues interest at 64.72% of 1-month LIBOR, plus 9/10 of one percent (.9%), commencing on November 1, 2007 and payable monthly in arrears. Principal is payable annually commencing on October 1, 2007 with a balloon payment at maturity on February 3, 2017.

At June 30, 2015, the outstanding balance of the bonds was \$2,256,636. The annual debt service requirements to the stated maturity date using variable rate of 1.02% on the Notes are as follows:

Year Ending June 30,	Principal	Interest	Total
2016	\$ 132,090	\$ 22,126	\$ 154,216
2017	137,941	20,739	158,680
2018	144,052	19,290	163,342
2019	150,434	17,777	168,211
2020	157,098	16,196	173,294
2021-2025	896,256	54,717	950,973
2026-2028	638,765	8,878	647,643
<b>TOTAL</b>	<b>\$ 2,256,636</b>	<b>\$ 159,723</b>	<b>\$ 2,416,359</b>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 9 – SUCCESSOR AGENCY LONG-TERM LIABILITIES (CONTINUED)**

**Santa Fe Interest Rate Swap**

**Objective of the Interest Rate Swap:** As a means to lower financing costs, and to reduce the risks to the Commission of Huntington Park associated with the fluctuation in market interest rates, the Commission entered into an interest rate swap in connection with the \$3.037 million note with Union Bank of California, N.A. The intention of the swap was to effectively change the variable interest rate on the Notes to a synthetic fixed-rate of 4.5%.

**Terms:** The Note and the related swap agreement mature on October 1, 2027, and the swap's notional amount of \$3,037,000 matches the \$3,037,000 variable-rate Note. The swap became effective on October 1, 2007 after the Note had been issued. The notional value of the swap and the principal amount of the associated debt declined starting in fiscal year 2006-2007. Under the swap agreement, the Commission pays Union Bank of California, N.A. a fixed rate of 3.6% and receives from Union Bank of California, N.A. a variable payment equal to 64.72% of 1-month LIBOR on the outstanding Notes.

In the Event of Default (as defined in the Loan Agreement) up through the Maturity Date, inclusive, and for so long as any Event of Default is continuing, interest shall accrue on the unpaid principal at a rate per annum equal to 64.72% times 1-month LIBOR, plus 5% per annum, based on a 360-day year for actual days elapsed.

**Fair Value:** The swap had a negative fair value of \$334,067 as of June 30, 2015. Because the interest rates on the Note adjust to changing interest rates, the Note does not have a corresponding fair value increase. The fair value was the quoted market price from Union Bank of California at June 30, 2015.

**Credit Risk:** The swap counterparty was A-3/Negative by Moody's and A-1/Stable by Standard & Poor's as of June 30, 2015.

**Basis Risk:** The synthetic rate on the Notes of 4.5% is expected to be realized, absent an event of default, as the variable rate of the Notes and the variable rate payments to the counterparty are calculated on 1 month LIBOR.

**Termination Risk:** The Commission has the right to terminate the Swap Agreement, and Union Bank of California may terminate the Swap Agreement in its sole and absolute discretion, upon default of the Commission, at which time the Commission shall pay the Bank all termination fees, breakage fees and other swap agreement charges payable pursuant to the terms of the Swap Agreement.

**Swap Payments and Associated Debt:** Using rates as of June 30, 2015, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rate remains the same for their term were as follows. As rates vary, variable-rate note interest payments and net swap payments will vary.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 9 – SUCCESSOR AGENCY LONG-TERM LIABILITIES (CONTINUED)**

**Santa Fe Interest Rate Swap (Continued)**

Year Ending June 30,	Variable-Rate Bonds		Net Swap	Total
	Principal	Interest	Payments	
2016	\$ 132,090	\$ 2,609	\$ 75,460	\$ 210,159
2017	137,941	2,445	70,728	211,114
2018	144,052	2,275	65,786	212,113
2019	150,434	2,096	60,625	213,155
2020	157,098	1,910	55,236	214,244
2021-2025	896,256	6,452	186,606	1,089,314
2026-2028	638,765	1,047	30,278	670,090
<b>TOTAL</b>	<b>\$ 2,256,636</b>	<b>\$ 18,834</b>	<b>\$ 544,719</b>	<b>\$ 2,820,189</b>

**Advance Refunding**

The Commission has previously advanced refunded Huntington Park Redevelopment Agency Merged Redevelopment Project Junior Lien Tax Allocation and Sales and Use Tax Revenue Bonds, Issue of 1990, of which \$35,515,000 remains outstanding as of June 30, 2015.

The proceeds from the Commission's refunding have been placed in irrevocable escrow accounts overseen by independent bank fiscal agents. Such proceeds are generally invested in U.S. Treasury Securities, which, together with interest earned thereon, are intended to provide amounts sufficient for future payments of interest, principal, and redemption premium on the refunded bonds. These refunded bonds have not been included as Commission outstanding long-term debt since establishing the irrevocable trust thereon satisfied the Commission's obligation.

**Mortgage Revenue Bond Programs (Conduit Debt)**

The following issues of Residential Mortgage Revenue Bonds, Loans-to-Lenders Revenue Bonds and Industrial Development Revenue Bonds are not reflected in the Statement of Net Position because these bonds are special obligations payable solely from and secured by specific revenue sources described in the bond resolutions and official statements of the respective issues. Neither the faith and credit nor the taxing power of the City, the Community Development Commission, the State of California or any political subdivision thereof, is pledged for the payment of these bonds.

The principal amounts outstanding at June 30, 2015, are as follows:

\$7,200,000 Huntington Park Redevelopment Agency Variable Rate Demand Multifamily Housing Revenue Bonds (Casa Rita Apartments) 1994 Series A	\$ 4,600,000
\$4,050,000 Huntington Park Redevelopment Agency Multifamily Housing Revenue Bonds (Concord Apartments) 1999 Series A	3,540,000
Total	<u>\$ 8,140,000</u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 10 - PENSION PLANS**

<u>Governmental Activities</u>	<b>Balance July 1, 2014 (As Restated)</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2015</b>
<b>Deferred outflows of resources:</b>				
Pension contribution made after measurement date:				
CalPERS:				
Miscellaneous	\$ 558,867	\$ 512,321	\$ (558,867)	\$ 512,321
Safety	1,890,283	1,702,903	(1,890,283)	1,702,903
Total	<u>2,449,150</u>	<u>2,215,224</u>	<u>(2,449,150)</u>	<u>2,215,224</u>
Difference between projected and actual earnings on pension investments:				
CalPERS:				
Safety	-	62,143	-	62,143
PARS	-	87,262	(17,452)	69,810
Total	<u>-</u>	<u>149,405</u>	<u>(17,452)</u>	<u>131,953</u>
<b>Total deferred outflows of resources</b>	<u>\$ 2,449,150</u>	<u>\$ 2,364,629</u>	<u>\$ (2,466,602)</u>	<u>\$ 2,347,177</u>
<b>Net pension liabilities:</b>				
CalPERS:				
Miscellaneous	\$ 11,836,485	\$ 4,989,590	\$ (8,434,338)	\$ 8,391,737
Safety	26,179,590	9,586,265	(15,969,101)	19,796,754
PARS	3,718,835	529,578	(430,146)	3,818,267
<b>Total net pension liabilities</b>	<u>\$ 41,734,910</u>	<u>\$ 15,105,433</u>	<u>\$ (24,833,585)</u>	<u>\$ 32,006,758</u>
<b>Deferred inflows of Resources:</b>				
Difference in projected and actual earnings on pension investments:				
CalPERS:				
Miscellaneous	\$ -	\$ 4,238,224	\$ (847,645)	\$ 3,390,579
Safety	-	7,436,378	(1,487,276)	5,949,102
Total	<u>-</u>	<u>11,674,602</u>	<u>(2,334,921)</u>	<u>9,339,681</u>
Difference between City's contribution and proportionate share of contribution:				
CalPERS:				
Safety	-	553,964	(145,780)	408,184
<b>Total deferred inflows of resources</b>	<u>\$ -</u>	<u>\$ 12,228,566</u>	<u>\$ (2,480,701)</u>	<u>\$ 9,747,865</u>
<u>Business-Type Activities</u>	<b>Balance July 1, 2014 (As Restated)</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2015</b>
<b>Deferred outflows of resources:</b>				
Pension contribution made after measurement date:				
CalPERS:				
Miscellaneous	\$ 28,919	\$ 26,512	\$ (28,919)	\$ 26,512
Difference between projected and actual earnings on pension investments:				
PARS				
	-	4,515	(903)	3,612
<b>Total deferred outflows of resources</b>	<u>\$ 28,919</u>	<u>\$ 31,027</u>	<u>\$ (29,822)</u>	<u>\$ 30,124</u>
<b>Net pension liabilities:</b>				
CalPERS:				
Miscellaneous	\$ 612,489	\$ 258,191	\$ (436,442)	\$ 434,238
PARS	192,435	27,403	(22,258)	197,580
<b>Total net pension liabilities</b>	<u>\$ 804,924</u>	<u>\$ 285,594</u>	<u>\$ (458,700)</u>	<u>\$ 631,818</u>
<b>Deferred inflows of Resources:</b>				
Difference between projected and actual earnings on pension investments:				
CalPERS:				
Miscellaneous	\$ -	\$ 219,311	\$ (43,862)	\$ 175,449
<b>Total deferred inflows of resources</b>	<u>\$ -</u>	<u>\$ 219,311</u>	<u>\$ (43,862)</u>	<u>\$ 175,449</u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 10 - PENSION PLANS (CONTINUED)**

**A. California Public Employees' Retirement System**

**General Information about the Pension Plan**

*Plan Description*

The City contributes to the California Public Employees' Retirement System ("CalPERS"), an agent multiple-employer public employee defined benefit pension plan. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by State statute and City ordinance. A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2013 Annual Actuarial Valuation Report. This report and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

*Benefit Provided*

CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. A classic CalPERS or PEPRA safety member becomes eligible for service retirement upon attainment of age 55 with at least 5 years of credited service. During the year ended June 30, 2013, the California's Public Employees' Pension Reform Act ("PEPRA") went into effect. Employees hired after January 1, 2013 who are new to the CalPERS system are part of the PEPRA plan. PEPRA members become eligible for service retirement upon attainment of age 52 with at least 5 years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, and final compensation. The final compensation is the monthly average of the member's highest 36 or 12 consecutive months' full-time equivalent monthly pay. Retirement benefits for classic miscellaneous employees and PEPRA safety are calculated as 2% of the average final 12 months compensation. Retirement benefit for classic safety employees are calculated as 3% of the average final 12 months compensation. Retirement benefits for PEPRA miscellaneous employees are calculated as 2% of the average final 36 months compensation.

Participant is eligible for non-industrial disability retirement if becomes disabled and has at least 5 years of credited service. There is no special age requirement. The standard non-industrial disability retirement benefit is a monthly allowance equal to 1.8 percent of final compensation, multiplied by service. Industrial disability benefits are not offered.

An employee's beneficiary may receive the basic death benefit if the employee dies while actively employed. The eligible for any other pre-retirement death benefit may choose to receive that death benefit instead of this basic death benefit. The basic death benefit is a lump sum in the amount of the employee's accumulated contributions, where interest is currently credited at 7.5 percent per year, plus a lump sum in the amount of one month salary for each completed year of current service, up to a maximum of six months salary. For purposes of this benefit, one month's salary is defined as the member's average monthly full-time rate of compensation during the 12 or 36 months preceding death.

Upon the death of a retiree, a one-time lump sum payment of \$500 will be made to the retiree's designated survivor(s), or to the retiree's estate.

Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance. Beginning the second calendar year after the year of retirement, retirement and survivor allowances will be annually adjusted on a compound basis by 2 percent.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 10 - PENSION PLANS (CONTINUED)**

**A. California Public Employees' Retirement System (Continued)**

**General Information ab about the Pension Plan (Continued)**

*Employees Covered by Benefit Terms*

	Plans	
	Miscellaneous	Safety
Active employees	100	65
Transferred and terminated employees	108	29
Retired Employees and Beneficiaries	164	156
Total	372	250

*Contributions*

Section 20814(c) of the California Public Employees' Retirement Law ("PERL") requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ended June 30, 2014, the average active miscellaneous and safety employee contribution rates were 6.999% and 8.986% of annual pay, and the employer's contribution rates were 8.678% and 27.968% of the Miscellaneous and Safety employee annual payroll, respectively.

**Net Pension Liability**

*Actuarial Methods and Assumptions Used to Determine Total Pension Liability*

For the measurement period ended June 30, 2014, the total pension liability was determined by rolling forward the June 30, 2013 total pension liability. The June 30, 2013 and the June 30, 2014 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirement of GASB Statement No. 68
Actuarial Assumptions:	
Discount Rate	7.50%
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.50% Net of Pension Plan Investment and Administrative Expenses; includes Inflation
Mortality Rate Table	Derived using CalPERS' Membership Data for all Funds. The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB.
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.75% thereafter

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 10 - PENSION PLANS (CONTINUED)**

**A. California Public Employees' Retirement System (Continued)**

**Net Pension Liability (Continued)**

All other actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

**Discount Rate**

The discount rate used to measure the total pension liability was 7.50 percent, which is net of administrative expenses. An investment return excluding administrative expenses would have been 7.65 percent. Management has determined that using the lower discount rate has resulted in a slightly higher total pension liability and net pension liability and the difference was deemed immaterial to the financial statement. The long-term expected rate of return on pension plan investments was determined in which best-estimate ranges of expected future real rates are developed for each major asset class. In determining the long-term expected rate of return, both short-term and long-term market return expectations as well as the expected pension fund cash flows were considered. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years.

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

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

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

<sup>1</sup> An expected inflation of 2.5% and 3.0% used for Years 1-10 and Years 11+, respectively.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 10 - PENSION PLANS (CONTINUED)**

**A. California Public Employees' Retirement System (Continued)**

**Changes in the Net Pension Liability**

The following table shows the changes in net pension liability for the City's miscellaneous plan recognized over the measurement period.

	<b>Miscellaneous Plan</b>		
	<b>Increase (Decrease)</b>		
	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability/(Asset) (c) = (a) - (b)</b>
Balance at June 30, 2013 (Valuation Date)	\$ 58,305,607	\$ 45,856,633	\$ 12,448,974
Changes Recognized for the Measurement Period:			
Service Cost	952,373		952,373
Interest on the total pension liability	4,295,408		4,295,408
Changes of benefit terms	-		-
Difference between expected and actual experience	-		-
Changes of assumptions	-		-
Contributions from the employer		587,786	(587,786)
Contributions from employees		481,189	(481,189)
Net investment income, net of administrative expense		7,801,805	(7,801,805)
Benefit payments, including refunds of employee contributions	(3,019,399)	(3,019,399)	-
Net Changes during July 1, 2013 to June 30, 2014	\$ 2,228,382	\$ 5,851,381	\$ (3,622,999)
Balance at June 30, 2014 (Measurement Date)	\$ 60,533,989	\$ 51,708,014	\$ 8,825,975

Changes in net pension liability for the City's safety plan is not available due to the City's safety plan is a cost sharing plan.

**Proportionate Share of Net Pension Liability and Pension Expense**

The following table shows the City's safety plan's proportionate share of the risk pool collective net pension liability over the measure period.

	<b>Safety Plan</b>		
	<b>Increase (Decrease)</b>		
	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability/(Asset) (c) = (a) - (b)</b>
Balance at June 30, 2013 (Valuation Date)	\$ 101,221,130	\$ 75,041,540	\$ 26,179,590
Balance at June 30, 2014 (Measurement Date)	106,131,811	86,335,057	19,796,754
Net Changes during 2013-2014	4,910,681	11,293,517	(6,382,836)

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 10 - PENSION PLANS (CONTINUED)**

**A. California Public Employees' Retirement System (Continued)**

**Changes in the Net Pension Liability (Continued)**

*Proportionate Share of Net Pension Liability and Pension Expense (Continued)*

The following is the approach established by the plan actuary to allocate the net pension liability and pension expense to the individual employers within the risk pool.

(1) In determining a cost-sharing plan's proportionate share, total amounts of liabilities and assets are first calculated for the risk pool as a whole on the valuation date (June 30, 2013). The risk pool's fiduciary net position ("FNP") subtracted from its total pension liability ("TPL") determines the net pension liability ("NPL") at the valuation date.

(2) Using standard actuarial roll forward methods, the risk pool TPL is then computed at the measurement date (June 30, 2014). Risk pool FNP at the measurement date is then subtracted from this number to compute the NPL for the risk pool at the measurement date. For purposes of FNP in this step and any later reference thereto, the risk pool's FNP at the measurement date denotes the aggregate risk pool's FNP at June 30, 2014 less the sum of all additional side fund (or unfunded liability) contributions made by all employers during the measurement period (2013-14).

(3) The individual plan's TPL, FNP and NPL are also calculated at the valuation date.

(4) Two ratios are created by dividing the plan's individual TPL and FNP as of the valuation date from (3) by the amounts in step (1), the risk pool's total TPL and FNP, respectively.

(5) The plan's TPL as of the Measurement Date is equal to the risk pool TPL generated in (2) multiplied by the TPL ratio generated in (4). The plan's FNP as of the Measurement Date is equal to the FNP generated in (2) multiplied by the FNP ratio generated in (4) plus any additional side fund (or unfunded liability) contributions made by the employer on behalf of the plan during the measurement period.

(6) The plan's NPL at the Measurement Date is the difference between the TPL and FNP calculated in (5).

The City's proportionate share of the net pension liability was as follows:

	<u>Safety Plan</u>
June 30, 2013	0.54720%
June 30, 2014	<u>0.52778%</u>
Change - Increase (Decrease)	<u><u>0.01942%</u></u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 10 - PENSION PLANS (CONTINUED)**

**A. California Public Employees' Retirement System (Continued)**

**Changes in the Net Pension Liability (Continued)**

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate*

The following presents the net pension liability of the plans as of the measurement date, calculated using the discount rate of 7.5%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.50%) or 1 percentage-point higher (8.50%) than the current rate:

	<b>Plan's Net Pension Liability/(Asset)</b>		
	<b>Discount Rate - 1% (6.50%)</b>	<b>Current Discount Rate (7.50%)</b>	<b>Discount Rate + 1% (8.50%)</b>
Miscellaneous Plan	\$ 17,230,011	\$ 8,825,975	\$ 1,938,683
Safety Plan	\$ 34,012,847	\$ 19,796,754	\$ 8,083,307

*Pension Plan Fiduciary Net Position*

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

**Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions**

For the year ending June 30, 2015, the City recognized pension expense in the amounts of \$530,815 and \$1,802,590 for the miscellaneous plan and safety plan, respectively.

As of measurement date of June 30, 2014, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

<b>Miscellaneous Plan</b>		
	<b>Deferred outflows of Resources</b>	<b>Deferred inflows of Resources</b>
Difference between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earning on pension plan investments	-	(3,566,028)
Total	\$ -	\$ (3,566,028)
<b>Safety Plan</b>		
	<b>Deferred outflows of Resources</b>	<b>Deferred inflows of Resources</b>
Difference between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Difference between projected and actual earning on pension plan investments	-	(5,949,102)
Adjustment due to differences in proportions	62,143	-
Difference between City contributions and proportionate share of contributions	-	(408,184)
Total	\$ 62,143	\$ (6,357,286)

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 10 - PENSION PLANS (CONTINUED)**

**A. California Public Employees' Retirement System (Continued)**

**Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions (Continued)**

The amounts above are net of outflows and inflows recognized in the 2013-2014 measurement period expense.

The expected average remaining service lifetime ("EARSL") is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired). The EARSL for the miscellaneous plan and the safety risk pool for the 2013-14 measurement period is 3.0 and 3.8 years, which was obtained by dividing the total service years of 1,133 and 460,700 (the sum of remaining service lifetimes of the active employees) by 372 and 122,789 (the total number of participants: active, inactive, and retired), respectively.

\$538,833 and \$1,702,903 reported as deferred outflows of resources related to pensions for miscellaneous plan and safety plan, respectively, resulting from the City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in the future pension expense as follows:

Year Ended June 30	<b>Deferred Outflows/ (Inflows) of Resources Miscellaneous Plan</b>	<b>Deferred Outflows/ (Inflows) of Resources Safety Plan</b>
2016	\$ (891,507)	\$ (1,610,861)
2017	(891,507)	(1,610,861)
2018	(891,507)	(1,586,144)
2019	(891,507)	(1,487,277)
2020	-	-
Thereafter	-	-
	<b><u>(3,566,028)</u></b>	<b><u>(6,295,143)</u></b>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 10 - PENSION PLANS (CONTINUED)**

**B. Retirement Enhancement Plan**

**General Information about the Pension Plan**

*Plan Description*

The City established a 401(a) defined benefit retirement enhancement plan via resolution on June 15, 2009. The Plan covers the employees of General Employees Association ("GEA"), non-represented employees, and the non-sworn members of the Police Officers Association ("POA"). The Plan is part of an agent multiple employer plan administered by the Public Agency Retirement Service (the "PARS"). A separate audited GAAP-basis post-employment benefit plan report is not available for the Plan. Due to PEPRRA legislation the Plan is closed to employees hired by the City after December 31, 2012.

*Benefit Provided*

The Plan provides a benefit equal to 0.5% of final average compensation multiplied by years of benefit service. Benefit service includes City of Huntington Park credited CalPERS service and any purchases of additional service credit (airtime, military, or other forms of additional service). Purchased service credit under the Plan must have been purchased prior to January 1, 2013 in order to be counted as benefit service. Eligibility for the supplemental benefit is defined as reaching age 55, completing 5 years of full-time continuous service, and retiring concurrently from both CalPERS and the PARS plan after leaving City employment. Employees who terminate employment with the City prior to meeting the eligibility requirements for a supplemental benefit will receive a refund of their employee contributions with 4% interest per annum.

Final Average Compensation ("FAC") is equal to the highest twelve consecutive months of compensation with the City of Huntington Park, subject to CalPERS deductions and not including Employer Paid Member Contributions (EPMC). Compensation includes "longevity" and "Spanish" pay. FAC is subject to IRC 401(a) (17) limitations.

There is no disability benefit under this plan, other than the return of employee contributions with 4% interest per annum.

The plan provides a pre-retirement death benefit to spouses or registered domestic partners of employees who met the age and service eligibility conditions for retirement (but failed to meet the concurrent retirement provision with CalPERS) under the plan on the date of their death prior to retirement. The benefit shall be equal to the employee's supplemental retirement benefit assuming the employee had retired on the date of death and elected a 100% joint-and-survivor annuity.

The normal form of benefit for the Retirement Enhancement Plan is a life-only annuity. In lieu of a life-only annuity, a participant may elect an actuarial equivalent optional form of payment. The optional form is a joint and survivor annuity.

Any benefit in payment status will increase by 2% (or the cost of living, whichever is less) per annum on each participant's anniversary date of retirement.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 10 - PENSION PLANS (CONTINUED)**

**B. Retirement Enhancement Plan (Continued)**

**General Information about the Pension Plan (Continued)**

*Employees Covered by Benefit Terms*

At July 1, 2014, the valuation date, the following employees were covered by the benefit terms:

Active employees	74
Terminated employees	38
Retired Employees and Beneficiaries	18
Total	130

*Contributions*

Eligible employees employed on the commencement date of the plan (July 1, 2009 for non-safety non-represented management employees and City Council members; July 1, 2010 for GEA employees, POA non-safety employees and non-safety, non-represented, non-management employees) are required to make employee contributions equal to 1.5% of compensation. Eligible employees hired after the effective dates are required to make employee contributions equal to 2.0% of compensation for five years of continuous employment, at which time the contribution rate will reduced to 1.5% of compensation. The City picks up 100% of the employee's contributions.

**Net Pension Liability**

*Actuarial Methods and Assumptions Used to Determine Total Pension Liability*

For the measurement date ended June 30, 2015, the total pension liability was determined by rolling forward the June 30, 2014 total pension liability. The July 1, 2014 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Investment return	7.00%
Inflation	2.75%
Salary Increases	Increase are based on service, ranges from 12.20% to 3.50% for 0 to 30 or more years of service, respectively.
Cost of Living Adjustment	2.00% compounded annually
Withdrawal/Disability	Consistent with Non-Industrial rate used to value the Miscellaneous CalPERS Pension Plans.
Pre-retirement Mortality	Consistent with Non-Industrial rate used to value the Miscellaneous CalPERS Pension Plans.
Retirement	Ranges from 14.2% at age 55 to 100% at age 75+.
Disability	None are assumed.
Expenses	None are assumed.
Form of payment	All current participants are assumed to elect a single life annuity.
Marriage	85% of active employees are assumed to be married with husbands assumed to be three years older than wives.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 10 - PENSION PLANS (CONTINUED)**

**B. Retirement Enhancement Plan (Continued)**

**Net Pension Liability (Continued)**

Discount Rate

The discount rate used to measure the total pension liability was 7 percent. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return.

The table below reflects long-term expected real return adjusted for inflation by asset classes:

Asset Class	Index	Target Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
Cash	BofA Merrill Lynch 90-Day T-Bills	4.02%	0.53%	0.53%
Core Fixed Income	Barclays Aggregate	48.58%	2.08%	1.96%
Broad US Equities	Russell 3000	34.56%	5.63%	4.24%
Developed Foreign Equities	MSCI EAFE	10.02%	6.25%	4.53%
Emerging Market Equities	MSCI Emerging Markets	2.82%	8.50%	5.04%
		<u>100.00%</u>		
Assumed Inflation - Mean			2.60%	2.59%
Assumed Inflation - Standard Deviation			1.85%	1.85%
Portfolio Real Mean Return			3.85%	3.54%
Portfolio Nominal Mean Return			6.45%	6.13%
Portfolio Standard Deviation				8.41%
Long-Term Expected Rate of Return				7.00%

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 10 - PENSION PLANS (CONTINUED)**

**B. Retirement Enhancement Plan (Continued)**

**Changes in Net Pension Liability**

The following table shows the changes in net pension liability recognized over the measurement period.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (c) = (a) - (b)
Balance at June 30, 2014	\$ 5,575,502	\$ 1,664,232	\$ 3,911,270
Changes Recognized for the Measurement Period:			
Service Cost	161,102	-	161,102
Interest on the total pension liability	395,879	-	395,879
Changes of benefit terms	-	-	-
Difference between expected and actual experience	-	-	-
Changes of assumptions	-	-	-
Contributions from the employer	-	349,850	(349,850)
Contributions from employees	-	77,658	(77,658)
Net investment income	-	33,452	(33,452)
Benefit payments, including refunds	(165,163)	(165,163)	-
Administrative expense	-	(8,556)	8,556
Net Changes during July 1, 2014 to June 30, 2015	\$ 391,818	\$ 287,241	\$ 104,577
Balance at June 30, 2015 (Measurement Date)	\$ 5,967,320	\$ 1,951,473	\$ 4,015,847

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate*

The following presents the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 7.0%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.00%) or 1 percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Discount Rate (7.00%)	1% Increase (8.00%)
Plan's Net Pension Liability	\$ 4,963,804	\$ 4,015,847	\$ 3,244,297

*Pension Plan Fiduciary Net Position*

Detailed information about the plan's fiduciary net position is available upon request.

**Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions**

For the measurement period ending June 30, 2015, the City incurred a pension expense of \$381,005.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 10 - PENSION PLANS (CONTINUED)**

**B. Retirement Enhancement Plan (Continued)**

*Pension Plan Fiduciary Net Position (Continued)*

As of measurement date of June 30, 2015, the City has deferred outflows and deferred inflows of resources related to pensions as follows:

	<b>Deferred outflows of Resources</b>	<b>Deferred inflows of Resources</b>
Difference between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earning on pension plan investments	73,422	-
Total	<u>\$ 73,422</u>	<u>\$ -</u>

The amounts above are net of outflows and inflows recognized in the 2014-15 measurement period expense.

Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Period Ended June 30	<b>Deferred Outflows/(Inflows) of Resources</b>
2016	\$ 18,355
2017	18,355
2018	18,355
2019	18,357
2020	-
Thereafter	-
	<u>\$ 73,422</u>

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 11 - DEFINED CONTRIBUTION PLAN – ALTERNATIVE RETIREMENT PLAN**

Effective July 1, 2001, the City established the City of Huntington Park Alternative Retirement System, with PARS. Under PARS, the City participates in the defined contribution plan to benefit employees not currently eligible for PERS. Pursuant to the PARS agreement, the PARS trust is administered by Phase II Systems with Union Bank of California acting as trustee. In accordance with the PARS trust agreement, the City does not manage the plan's assets or perform distributions to employees out of the plan. Phase II Systems and Union Bank of California perform these functions.

The PARS trust, authorized under the Internal Revenue Code Section 401(a) and Government Code Sections 53215-53224 and 2000, maintains the following general provisions:

- Eligibility – Part-employees who work less than 1,000 hours per fiscal year.
- Eligible employees shall participate while not accruing a benefit under social security or PERS,
- Eligible employees contribute 7.5 percent of compensation on a pre-tax basis,
- The City is not required to contribute on behalf of the employee,
- Contributions and distributions of the plan are not obligations of the City, and
- Amendments to the plan are subject to the discretion of the City.

There were 94 participants in the PARS plan at June 30, 2015. For the fiscal year ended June 30, 2015, employees participating in PARS contributed \$46,882.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) PLAN**

In addition to the retirement plan described in Note 8, the City of Huntington Park Retiree Healthcare Plan (“CHPRHP”) contributes to the California Employers’ Retiree Benefit Trust Fund to fund the City’s health and other post-employment benefit costs for its retirees and their spouses. CHPRHP provides a monthly contribution towards medical insurance premiums which costs up to a fixed dollar cap that varies based on coverage election and employment status. This fund is administered by the California Public Employees Retirement System (PERS). PERS issues a publicly available financial report through their website at [www.calpers.ca.gov](http://www.calpers.ca.gov).

**Eligibility**

Employees of the City are eligible for retiree health benefits if they retire directly from the City under PERS, at least age 50 at the date of retirement and with 5 years of PERS service eligibility. Retiree benefit continues to surviving spouse if retiree elects PERS survivor annuity.

The City provides a medical contribution of up to 100% of the Kaiser LA region non- Medicare-eligible premium for single, 2-party, and family coverage for non-Medicare and Medicare-eligible retirees. The City contribution cap for current and future Medicare-eligible retirees is the Kaiser LA Region Medicare-eligible premium.

Membership in the plan consisted of the following at June 30, 2013, the date of the latest actuarial valuation:

Eligible active employees	
Miscellaneous	108
Safety	65
Subtotal	173
Eligible retirees	
Miscellaneous	73
Safety	90
Subtotal	163
Total	336

**Funding Policy**

The obligation of the City to contribute to the plan is established and may be amended by the City Council. Employees are not required to contribute to the plan. The City has established a policy of contributing to the irrevocable trust 100% of the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost of each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The ARC for fiscal year 2014-2015 was \$4,058,000, which was 27.2% of estimated covered payroll.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)**

**Annual OPEB Cost**

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

Annual required contribution	\$ 4,058,000
Interest on net OPEB liability	267,431
Amortization of net OPEB liability	<u>(418,415)</u>
Annual OPEB cost	3,907,016
Contributions made	<u>(1,423,347)</u>
Increase in net OPEB obligation	2,483,669
Net OPEB obligation - beginning of year	<u>6,467,962</u>
Net OPEB obligation - end of year	<u><u>8,951,631</u></u>

The net OPEB liability is reported in the government-wide financial statements.

The required contribution was determined as part of the June 30, 2013 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 4.1% discount rate for portion of ARC funded with the irrevocable trust and 4.00% for portion of ARC not funded; (b) aggregate payroll increases of 3.25% per year; and (c) 3% general inflation rate. The actuarial value of the plan assets is equal to the fair value. The City's unfunded actuarial liability is being amortized as a level percentage of projected payroll over a fixed 30-year closed period.

**Three-Year Trend Information**

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Annual Contribution</u>	<u>OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2013	\$ 3,892,000	\$ 1,335,342	34.31%	\$ 4,076,997
6/30/2014	3,806,000	1,415,035	37.18%	6,467,962
6/30/2015	3,907,016	1,423,347	36.43%	8,951,631

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) PLAN (CONTINUED)**

**Funded Status and Funding Progress**

As of June 30, 2013, the latest actuarial valuation date, the plan was 13.33% funded. The actuarial accrued liability for benefits was \$47,898,000 and the actuarial value of assets was \$6,387,000 resulting in an unfunded actuarial accrued liabilities of \$41,511,000. The covered payroll (annual payroll of active employees covered by the plan) was \$14,444,000 and the ratio of the unfunded actuarial accrued liabilities to the covered payroll was 287.39%.

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

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and the plan members at that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets consistent with the long-term perspective of the calculations. In the June 30, 2015, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a discount rate of 4.1% per annum, a rate of return on assets of 4.1% per annum and a healthcare cost trend rate of 7.5% initially, reduced by annual decrements of 0.5% to an ultimate rate of 5.0% after five years. The City's unfunded actuarial accrued liability is being amortized by level dollar contributions over a twenty-six-year open period.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 13 – RISK MANAGEMENT AND SELF INSURANCE PROGRAM**

The City is self-insured for the first \$250,000 on each general liability claim and for the first \$500,000 on each workers' compensation claim. The insurance coverage in excess of the self-insured amount is provided by the Independent Cities Risk Management Authority (“ICRMA”) up to a limit of \$30,000,000 for general liability and \$100,000,000 for workers' compensation claims.

Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. At June 30, 2015, the amount of these liabilities was \$3,890,344. The amount represents an estimate of \$1,705,624 for reported claims through June 30, 2015 and \$2,184,720 of estimates incurred but not reported claims.

The result of activities in the reported liability is as follows

Year Ending June 30,	Claims Payable July 1	Claims Incurred during the Fiscal Year	Claims Payments	Year Ended June 30
2013	\$ 4,877,907	\$ 490,683	\$ (203,002)	\$ 5,165,588
2014	5,165,588	603,813	(1,812,730)	3,956,671
2015	3,956,671	499,712	(566,039)	3,890,344

The City is a member of the ICRMA, a public entity risk pool currently operating as a common risk management and insurance program for 28 California cities. The City pays an annual premium to the pool for its excess general liability insurance coverage. The agreement for formation of the ICRMA provides that the pool will be self sustaining through member premiums. The ICRMA has published its own financial report for the year ended June 30, 2015, which can be obtained from Independent Cities Risk Management Authority, Sherman Oaks, California.

**NOTE 14 – LITIGATIONS**

The City of Huntington Park has been named as defendant in numerous lawsuits and claims arising in the course of operations. In the aggregate, these claims seek monetary damages in significant amounts. To the extent the outcome of such litigation has been determined to result in probable financial loss to the City; such loss has been accrued in the financial statements.

**NOTE 15 – COMMITMENTS AND CONTINGENCIES**

The City recognizes as revenue, grant moneys received as reimbursement for costs incurred in certain Federal and State programs it administers. Although, the City’s grant programs are being audited through June 30, 2015, in accordance with the provisions of the Single Audit Act of 1996, these programs are still subject to financial and compliance audits and resolution of identified questioned costs. The amount, if any, of expenditures which may be disclosed by the granting agencies cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 16 – PRIOR PERIOD ADJUSTMENTS**

**Governmental-Wide Financial Statements and Proprietary Fund:**

The City implemented GASB Statement No. 68 and No. 71 during the year ended June 30, 2015. The beginning net positions at July 1, 2014 were restated as follows:

	Government-wide Financial Statements		Proprietary Fund		
	Governmental Activities	Business-Type Activities	Water Enterprise Fund	Sewer Maintenance Enterprise Fund	Solid Waste Management Enterprise Fund
Net position at July 1, 2014					
as previously reported	\$ 53,008,289	\$ 18,661,418	\$ 12,269,429	\$ 6,314,964	\$ 77,025
(1) Net Pension Assets	(14,513,853)	-	-	-	-
(2) CalPERS Misc Plan:					
Net Pension Liabilities (Note 10)	(11,836,485)	(612,489)	(369,734)	(19,920)	(222,835)
Deferred outflows of Resources					
Pension contribution made after measurement date	558,867	28,919	17,457	942	10,520
(2) CalPERS Safety Plan:					
Net Pension Liabilities (Note 10)	(26,179,590)	-	-	-	-
Deferred outflows of Resources					
Pension contribution made after measurement date	1,890,283	-	-	-	-
(2) PARS Plan:					
Net Pension Liabilities (Note 10)	(3,718,835)	(192,435)	(116,165)	(6,258)	(70,012)
<b>Subtotal</b>	<u>(53,799,613)</u>	<u>(776,005)</u>	<u>(468,442)</u>	<u>(25,236)</u>	<u>(282,327)</u>
Net position at July 1, 2014, as restated	<u>\$ (791,324)</u>	<u>\$ 17,885,413</u>	<u>\$ 11,800,987</u>	<u>\$ 6,289,728</u>	<u>\$ (205,302)</u>

- (1) Restatement to the beginning net position to remove the previously reported net pension assets for CalPERS plan. This was reported based on the GASB Statement No. 27, which is amended by GASB No. 68.
- (2) Restatement to the beginning net position is to report the net pension liabilities and deferred outflows of resources related to pension for CalPERS and PARS plans in accordance with GASB Statement No. 68 and No. 71 based on measurement date as of June 30, 2014 and 2015, respectively (Note 9).

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

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**NOTE 16 – PRIOR PERIOD ADJUSTMENTS (CONTINUED)**

**Governmental-Fund:**

HUD Home Program Special Revenue Fund restated its beginning fund balance to correct the overstatement of unavailable revenue in the amount of \$7,881,661. Accordingly, fund balance as of July 1, 2014 was restated as below:

<b>Beginning Net Position, as previous reported</b>	<b>\$ (634,012)</b>
Adjustment:	
Correction on unavailable revenue resulted from recognizing unavailable revenue as revenue	7,881,661
<b>Beginning Net Position, as previous restated</b>	<b>\$ 7,247,649</b>

**Note 17 – ARBITRAGE REBATE LIABILITY**

The arbitrage rebate liability was related to the 2004 Revenue Refunding Bonds issued by the Financing Authority for the former RDA. During fiscal year 2015, the City made a payment in the amount of \$821,666 on behalf of the Successor Agency and reduced the arbitrage rebate liability to the amount of \$2,405,898. The payment made was reported as a transfer from the City to the Successor Agency in the accompanying financial statements.

**NOTE 18 – SUBSEQUENT EVENTS**

The City has evaluated events subsequent to June 30, 2015 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through March 29, 2016, the date the financial statements were available to be issued. Based upon this evaluation, it was determined that no other subsequent events occurred that require recognition or additional disclosure in the financial statements.

**City of Huntington Park**  
**Notes to the Basic Financial Statements (Continued)**  
**For the Year Ended June 30, 2015**

**NOTE 19 – FUND BALANCES**

The detail information of the fund balances at June 30, 2015 is as follows:

	<u>Major Funds</u>		Nonmajor Governmental Funds	<u>Total</u>
	HUD			
	<u>General</u>	<u>Home Program Special Revenue</u>		
<b>Nonspendable:</b>				
Prepaid items	\$ 650	\$ -	\$ -	\$ 650
Loans	215,800	-	-	215,800
<b>Total nonspendable</b>	<u>216,450</u>	<u>-</u>	<u>-</u>	<u>216,450</u>
<b>Restricted for:</b>				
Public safety	-	-	2,577,212	2,577,212
Public works	-	-	5,514,981	5,514,981
Community development	-	7,888,070	1,123,067	9,011,137
Retirement	-	-	1,252,764	1,252,764
<b>Total restricted</b>	<u>-</u>	<u>7,888,070</u>	<u>10,468,024</u>	<u>18,356,094</u>
<b>Committed to:</b>				
Parking system	-	-	54,792	54,792
<b>Total committed</b>	<u>-</u>	<u>-</u>	<u>54,792</u>	<u>54,792</u>
<b>Assigned to:</b>				
Contingent liability	1,000,000	-	-	1,000,000
<b>Total assigned</b>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>
<b>Unassigned:</b>	<u>7,901,067</u>		<u>(182,841)</u>	<u>7,718,226</u>
<b>Total</b>	<u>\$ 9,117,517</u>	<u>\$ 7,888,070</u>	<u>\$ 10,339,975</u>	<u>\$ 27,345,562</u>

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**REQUIRED  
SUPPLEMENTARY INFORMATION  
(UNAUDITED)**

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**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Comparison Schedule - General Fund**  
**For the Year Ended June 30, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>				
Taxes	\$ 12,485,300	\$ 12,485,300	\$ 13,470,711	\$ 985,411
Licenses and permits	2,555,500	2,555,500	2,722,164	166,664
Fines and forfeitures	1,866,078	1,866,078	1,160,500	(705,578)
Use of money and property	178,500	178,500	111,982	(66,518)
Intergovernmental	5,211,829	5,211,829	6,130,976	919,147
Charges for services	1,827,050	1,827,050	2,297,668	470,618
Other revenues	134,600	134,600	706,900	572,300
<b>Total revenues</b>	<u>24,258,857</u>	<u>24,258,857</u>	<u>26,600,901</u>	<u>2,342,044</u>
<b>EXPENDITURES:</b>				
Current:				
General government	4,062,147	4,534,362	4,495,914	38,448
Public safety	17,978,689	17,978,689	16,770,007	1,208,682
Public works	3,023,161	4,502,417	4,704,696	(202,279)
Community services	1,506,814	1,514,814	1,554,959	(40,145)
Community development	808,048	1,008,048	1,196,766	(188,718)
Capital outlay	16,980	16,980	14,055	2,925
Debt service:				
Principal retirement	230,000	230,000	214,290	15,710
Interest and fiscal charges	-	-	12,110	(12,110)
<b>Total expenditures</b>	<u>27,625,839</u>	<u>29,785,310</u>	<u>28,962,797</u>	<u>822,513</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(3,366,982)</u>	<u>(5,526,453)</u>	<u>(2,361,896)</u>	<u>3,164,557</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	870,000	870,000	1,982,609	1,112,609
Transfers out	-	-	(936,219)	(936,219)
Transfer to Successor Agency	(822,000)	(822,000)	(821,666)	334
<b>Total other financing sources</b>	<u>48,000</u>	<u>48,000</u>	<u>224,724</u>	<u>176,724</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (3,318,982)</u>	<u>\$ (5,478,453)</u>	<u>(2,137,172)</u>	<u>\$ 3,341,281</u>
<b>FUND BALANCE:</b>				
Beginning of Year			11,254,689	
End of Year			<u>\$ 9,117,517</u>	

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Budgetary Comparison Schedule - HUD Home Program Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>REVENUES:</b>				
Intergovernmental	\$ 1,471,290	\$ 1,471,290	\$ 287,100	\$ (1,184,190)
Charges for services	-	-	-	-
Other revenues	-	-	342,586	342,586
<b>Total revenues</b>	<u>1,471,290</u>	<u>1,471,290</u>	<u>629,686</u>	<u>(841,604)</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	398,190	398,190	11,065	387,125
Capital outlay	774,815	774,815	414,144	360,671
<b>Total expenditures</b>	<u>1,173,005</u>	<u>1,173,005</u>	<u>425,209</u>	<u>747,796</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>298,285</u>	<u>298,285</u>	<u>204,477</u>	<u>(93,808)</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	-	-	435,944	435,944
<b>Total other financing sources</b>	<u>-</u>	<u>-</u>	<u>435,944</u>	<u>435,944</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 298,285</u>	<u>\$ 298,285</u>	<u>640,421</u>	<u>\$ 342,136</u>
<b>FUND BALANCE:</b>				
Beginning of Year			<u>7,247,649</u>	
End of Year			<u>\$ 7,888,070</u>	

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Notes to Required Supplementary Information**  
**For the Year Ended June 30, 2015**

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**Budgetary Information**

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

The City and its component units' fiscal year begins on July 1 of each year and ends June 30 the following year. On or before the fifteenth of June of each year, the City Manager submits to the City Council a proposed budget for the next ensuing fiscal year based on a detailed financial plan prepared by the heads of the various offices, agencies and departments of the City and its component units. Upon receipt of the proposed budget, the Council may make modifications with the affirmative vote of at least a majority of its members. Before adoption of the budget, the Council holds a public hearing wherein the public is given an opportunity to be heard, after which the Council may make any revisions deemed advisable. On or before July 1 annually, the City Council adopts the budget as amended through a budget resolution passed by the affirmative vote of at least a majority of its members. Upon final adoption, the budget is in effect for the ensuing fiscal year and becomes the authority for the various offices, agencies, and departments to expend subject to controls established by the City's Policy. At any meeting after the adoption of the budget, the City Council may amend or supplement the budget by affirmative vote of the majority of the Council members so as to authorize the transfer of unused balances appropriated for one purpose to another purpose, or to appropriate available revenue not included in the budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level, subject to the authority granted to the City Manager to transfer appropriations from account to account as necessary to assure adequate and proper standards of service and to achieve the intent of the City Council in providing municipal services for the fiscal year. Management may overexpend appropriations within a department without the approval of City Council. City Council approval is required for any budget revisions that affect total appropriations of the City. Appropriations lapse at the end of the fiscal year unless they are reappropriated through the formal budget process. The City controls expenditures with the aid of encumbrances. Council action is necessary for transfers between departments/agencies or transfers between funds.

Annual budgets are legally adopted for the General Fund, Special Revenue Funds and Certain Capital Projects Funds. Monthly budgetary reports are prepared to effect control through fiscal management. Although budgets are legally adopted for the City's Proprietary Funds, there is no legal requirement for the fiscal year results to be reported to City Council. Therefore, no budgetary reporting for the Proprietary Funds has been presented in the accompanying financial statements.

Budgets are prepared on a modified accrual basis. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities. All annual appropriations lapse at fiscal year-end to the extent that they have not been expended or lawfully encumbered. Expenditures may not legally exceed appropriations at the fund level in the governmental funds, except that certain Special Revenue Funds are maintained at the project level.

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Schedule of Changes in Net Pension Liability and Related Ratios**  
**For the Year Ended June 30, 2015**

**Last Ten Fiscal Years**

**California Public Employees' Retirement System ("CalPERS") - Miscellaneous Plan**

	2013-14 <sup>1</sup>
Measurement period	
<b>Total pension liability</b>	
Service cost	\$ 952,373
Interest	4,295,408
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	(3,019,399)
<b>Net change in total pension liability</b>	2,228,382
<b>Total pension liability - beginning</b>	58,305,607
<b>Total pension liability - ending (a)</b>	\$ 60,533,989
<b>Pension fiduciary net position</b>	
Contributions - employer	\$ 587,786
Contributions - employee	481,189
Net investment income <sup>2</sup>	7,801,805
Benefit payments, including refunds of employee contributions	(3,019,399)
Other	-
<b>Net change in plan fiduciary net position</b>	5,851,381
<b>Plan fiduciary net position - beginning</b>	45,856,633
<b>Plan fiduciary net position - ending (b)</b>	\$ 51,708,014
<b>Plan net pension liability - ending (a) - (b)</b>	\$ 8,825,975
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	85.42%
<b>Covered-employee payroll</b>	\$ 6,670,216
<b>Plan net pension liability as a percentage of covered-employee payroll</b>	132.32%

<sup>1</sup> Historical information is required only for measurement periods for which GASB 68 is applicable.

<sup>2</sup> Net of administrative expenses.

**Notes to Schedule:**

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2013. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: There were no changes in assumptions.

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Schedule of Changes in Net Pension Liability and Related Ratios (Continued)**  
**For the Year Ended June 30, 2015**

**Last Ten Fiscal Years**  
**Public Agency Retirement System ("PARS")**

Measurement period	2014-15 <sup>1</sup>
<b>Total pension liability</b>	
Service cost	\$ 161,102
Interest	395,879
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	(165,163)
<b>Net change in total pension liability</b>	<b>391,818</b>
<b>Total pension liability - beginning</b>	<b>5,575,502</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 5,967,320</b>
<b>Pension fiduciary net position</b>	
Contributions - employer	\$ 349,850
Contributions - employee	77,658
Net investment income, net of investment expenses	33,452
Benefit payments, including refunds of employee contributions	(165,163)
Administrative expenses	(8,556)
Other	-
<b>Net change in plan fiduciary net position</b>	<b>287,241</b>
<b>Plan fiduciary net position - beginning</b>	<b>1,664,232</b>
<b>Plan fiduciary net position - ending (b)</b>	<b>\$ 1,951,473</b>
<b>Plan net pension liability - ending (a) - (b)</b>	<b>\$ 4,015,847</b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	<b>32.70%</b>
<b>Covered-employee payroll</b>	<b>\$ 4,727,908</b>
<b>Plan net pension liability as a percentage of covered-employee payroll</b>	<b>84.94%</b>

<sup>1</sup> Historical information is required only for measurement periods for which GASB 68 is applicable.

**Notes to Schedule:**

Changes of Assumptions: There were no changes in assumptions.

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Schedule of the City's Proportionate Share of the Net Pension Liability and Related Ratios**  
**For the Year Ended June 30, 2015**

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**Last Ten Fiscal Years**

**California Public Employees' Retirement System ("CalPERS") - Safety Plan**

	June 30, 2014 <sup>1</sup>
City Proportion of the Net Pension Liability/(Asset)	0.31815%
City's Proportionate Share of the net Pension Liability/(Asset)	\$ 19,796,754
City's Covered-Employee Payroll	\$ 6,954,779
City's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of Its Covered-Employee Payroll	284.65%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Total Pension Liability	81.35%

<sup>1</sup> Historical information is required only for measurement periods for which GASB 68 is applicable.

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Schedule of Contributions**  
**For the Year Ended June 30, 2015**

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**Last Ten Fiscal Years**

**California Public Employees' Retirement System ("CalPERS") - Miscellaneous**

	2014-15 <sup>1</sup>	2013-14 <sup>1</sup>
Actuarially determined contribution	\$ 538,833	\$ 587,786
Contributions in relation to the actuarially determined contribution <sup>2</sup>	(538,833)	(587,786)
Contribution deficiency (excess)	\$ -	\$ -
Covered-employee payroll <sup>3,4</sup>	\$ 6,870,322	\$ 6,670,216
Contributions as a percentage of covered-employee payroll <sup>3</sup>	7.84%	8.81%

<sup>1</sup> Historical information is required only for measurement periods for which GASB 68 is applicable.

<sup>2</sup> Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions.

<sup>3</sup> Covered-Employee Payroll represented above is based on pensionable earnings provided by the employer. However, GASB 68 defines covered-employee payroll as the total payroll of employees that are provided pensions through the pension plan. Accordingly, if pensionable earnings are different than total earnings for covered-employees, the employer should display in the disclosure footnotes the payroll based on total earnings for the covered group and recalculate the required payroll-related ratios.

<sup>4</sup> Payroll from prior year \$6,475,938 was assumed to increase by the 3.00 percent payroll growth assumption.

**Notes to Schedule:**

Valuation date:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2014-15 and 2013-14 were from the June 30, 2012 and 2011 public agency valuations, respectively.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal Cost Method
Amortization method	Level percentage of payroll, closed
Remaining amortization period	24 years for valuation dated June 30, 2012 and 32 years for valuation dated June 30, 2011
Asset valuation method	15 year smoothed market
Inflation	2.75%
Salary increases	3.30% to 14.20% depending on age, service, and type of employment
Payroll Growth	3.00%
Investment rate of return	7.50%, net of pension plan investment expense, including inflation
Retirement age	The probabilities of retirement are based on the 2010 CalPERS Experience study for the period
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Schedule of Contributions (Continued)**  
**June 30, 2015**

**Last Ten Fiscal Years**

**Public Agency Retirement System ("PARS")**

	2014-15 <sup>1</sup>	2013-14 <sup>1</sup>
Actuarially determined contribution	\$ 492,788	\$ 547,518
Contributions in relation to the actuarially determined contribution	(349,850)	(406,288)
Contribution deficiency (excess)	\$ 142,938	\$ 141,230
Covered-employee payroll	\$ 4,727,908	\$ 4,590,202
Contributions as a percentage of covered-employee payroll	7.40%	8.85%

<sup>1</sup> Historical information is required only for measurement periods for which GASB 68 is applicable.

**Notes to Schedule:**

Valuation date: July 1, 2014

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar, Closed
Remaining amortization period	16 Years
Asset valuation method	None
Inflation	2.75%
Salary increases	3.50% to 12.20% depending on age, service, and type of employment
Cost of Living Adjustment	2.00%
Investment rate of return	7.00%
Withdraw/Disability/Mortality	Consistent with the Non-Industrial rate used to value the Miscellaneous CalPERS Pension Plans.
Retirement age	Ranges from 14.2% at age 55 to 100% at age 75+
Maximum Benefits and Salary	Salary used in the calculation of final average compensation is subject to the limitations of IRC 401(a)(17). The limit is assumed to increase 2.75% per annum.
Form of Payment	Single Life Annuity

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Schedule of Contributions (Continued)**  
**For the Year Ended June 30, 2015**

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**Last Ten Fiscal Years**

**California Public Employees' Retirement System ("CalPERS") - Safety**

	2014-15 <sup>1</sup>	2013-14 <sup>1</sup>
Actuarially determined contribution	\$ 1,702,903	\$ 1,890,283
Contributions in relation to the actuarially determined contribution <sup>2</sup>	(1,702,903)	(1,890,283)
Contribution deficiency (excess)	\$ -	\$ -
Covered-employee payroll <sup>3,4</sup>	\$ 7,163,422	\$ 6,954,779
Contributions as a percentage of covered-employee payroll <sup>3</sup>	23.77%	27.18%

<sup>1</sup> Historical information is required only for measurement periods for which GASB 68 is applicable.

<sup>2</sup> Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions.

<sup>3</sup> Covered-Employee Payroll represented above is based on pensionable earnings provided by the employer. However, GASB 68 defines covered-employee payroll as the total payroll of employees that are provided pensions through the pension plan. Accordingly, if pensionable earnings are different than total earnings for covered-employees, the employer should display in the disclosure footnotes the payroll based on total earnings for the covered group and recalculate the required payroll-related ratios.

<sup>4</sup> Payroll from prior year \$6,752,212 was assumed to increase by the 3.00 percent payroll growth assumption.

**Notes to Schedule:**

Valuation date:

Change in Benefit Terms: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2013 as they have minimal cost impact. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: There were no changes in assumptions.

**City of Huntington Park**  
**Required Supplementary Information (Unaudited)**  
**Schedule of Funding Progress**  
**For the year ended June 30, 2015**

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**OTHER POST-EMPLOYMENT BENEFIT PLAN**

Actuarial Valuation Date	Entry Age Actuarial Accrued Liabilities (AAL) (a)	Actuarial Valuation of Assets (AVA) (b)	Unfunded AAL (UAAL) (a)-(b)	Funded Ratio AVA (b)/(a)	Annual Covered Payroll (c)	UAAL as a % of Covered Payroll [(a)-(b)]/(c)
6/30/2009	\$ 23,357,000	\$ 2,712,000	\$ 20,645,000	11.61%	\$ 13,192,000	156.50%
6/30/2011	45,080,000	5,559,000	\$ 39,521,000	12.33%	13,675,000	289.00%
6/30/2013	47,898,000	6,387,000	\$ 41,511,000	13.33%	14,444,000	287.39%

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# **SUPPLEMENTARY INFORMATION**

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# NONMAJOR GOVERNMENTAL FUNDS

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## **SPECIAL REVENUE FUNDS:**

The Special Revenue Funds account for the proceeds of specific sources that are legally restricted for expenditures related to specific purposes. Funds included are:

***Special Events*** - To account for the funds used for improvements and equipment purchases for the parks and recreation department and the revenues to fund those expenditures.

***Parks and Recreation*** - To account for revenues received from fees collected for parks and recreations.

***State Gas Tax*** - To account for the City's share of tax revenues collected by the State on the sale of fuel for motor vehicles. The use of these funds is restricted to the construction, improvement, or maintenance of public streets.

***Art in Public Places*** - To account for funds used to purchase artworks with in-lieu contribution from contractors who do not elect to provide artwork for their projects.

***Local Origination Program*** - To account for revenues from franchise fees that are used to record council meetings and other equipment expenditures.

***Community Development Block Grant*** - To account for housing and community development projects. Financing is provided by federal grants received from Department of Housing and Urban Development CDBG Program.

***Sales Tax Transit Prop A*** - To account for the City's share of one-half percent sales tax that was approved by the electorate in November 1980 and is collected by the County of Los Angeles to finance certain transportation projects.

***Asset Forfeiture*** - To account for monies received from State and Federal agencies in Asset Forfeiture cases. These monies restricted solely for law enforcement purposes.

***Air Quality Improvement*** - To account for monies received from the South Coast Air Quality Management District. These monies are to be used for programs that reduce air pollution from motor vehicles.

***Sales Tax Transit Prop C*** - To account for the City's share of a sales tax increase approved by Los Angeles County voters in 1990 to fund transportation projects

***Business Improvement District*** - To account for the Business Improvement Area Law (AB-1693) revenue. The revenue is collected through a Citywide Business Improvement District and used to promote local business activities.

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# NONMAJOR

## GOVERNMENTAL FUNDS (CONTINUED)

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### SPECIAL REVENUE FUNDS (Continued):

**Supplemental Law Enforcement** - To account for monies received from the State allocated by AB3229 of 1996 for the Citizen Option for Public Safety (COPS) Program.

**HUD Social Security Grant** - To account for funds received from HUD for the purpose of providing micro loans.

**Illegal Disposal Abatement** - To account for resources that are used for expenditures relating to illegal disposal abatement from California Recycle.

**Public Financing Authority** - Component unit of the City used to facilitate financing of various improvements and economic development efforts.

**Public Safety** - To account for grant money passed through from the California Office of Traffic Safety.

**Parking System** - To account for funds received for parking meters and other parking related activities and to account for the expenditures related to the enforcement of parking regulations and other activities.

**Solid Waste Recycle Grant** - To account for funds received under the waste recycling grant.

**OPEB** -To account for the funds and expenditures related to the City's other postemployment benefits. The fund was terminated at July 1, 2013 and the cash and fund balances were transferred to OPEB Internal Service Fund.

**Park Facility** -To account for revenues received from a City-wide Park Maintenance assessment district. The district is responsible for landscaping, tree trimming, irrigation and maintenance of parks within the City.

**Street Lighting Landscape Assessment** - To account for revenues received from a citywide Landscape Maintenance District. The District is responsible for the maintenance of streetlights and the landscaping of median islands, parkways, street trees, and city parks.

**TDA / Bike Path** - To account for the funds received and expenditures related to the Bicycle and Pedestrian Facilities Program under Article 3 of the Transportation Development Act.

**Measure R** - To account for revenues and monies spent on critical transit and highway projects.

**Inmate Welfare** - To account for the funds received and spent to provide services essential to the benefit, welfare, and educational needs of the inmates confined in the detention facilities from the State of California.

**LBPHCP Lead Base** - To account for funds from HUD for the purchase of and rehabilitation of distressed properties which includes hazardous lead cleanup.

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# NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

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## **SPECIAL REVENUE FUNDS (Continued):**

*Neighborhood Lead Base* - To account for funds spent on programs to enhance the control of lead paint hazards and make housing safe from other health and safety concerns.

*Homelessness Prevention* - To account for revenues and expenditures incurred to help families who are either homeless or at risk of becoming homeless.

*Federal Street Improvement* - To account for grants received to improve and maintain the City's streets and roads.

*DNA ID* - To account for grants revenues received and expenditures incurred to further the use of DNA in solving

*Employees' Retirement* - To account for the receipt of property taxes allocated for repayment of pension obligation refunding bonds.

*HUD Section 108 Loan* - To account for housing assistance programs under HUD Section 108 programs administered by the Department of Housing and Urban Development.

*Prevention Intervention* - To account for HUD to help prevent homelessness/relocation assistance.

*CalTRANS* - To account for funding from California Department of Transportation for a study for Bike and Pedestrian commuting.

*Dept. of Toxic Substances* - To account for a loan to clean up the property named Southland Steel.

*DTSC Grant* - To account for a grant to clean up the property named Southland Steel.

## **CAPITAL PROJECTS FUNDS:**

Capital projects funds are used to account for financial resources used for the acquisition or construction of major capital facilities which are not financed by proprietary funds.

*Capital Improvement* - To account for various capital projects of the City. Financing is provided by various grants received by the City.

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**City of Huntington Park  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2015**

	Special Revenue				
	Special Events	Parks and Recreation	State Gas Tax	Art in Public Places	Local Origination Program
<b>ASSETS</b>					
Cash and investments	\$ 192,486	\$ 17,724	\$ 2,512,886	\$ 145,362	\$ -
Receivables:					
Taxes and intergovernmental	-	-	155,212	-	-
Accounts and interest	107	-	1,407	81	-
Loans	-	-	-	-	-
<b>Total assets</b>	<u>\$ 192,593</u>	<u>\$ 17,724</u>	<u>\$ 2,669,505</u>	<u>\$ 145,443</u>	<u>\$ -</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ -	\$ 107,219	\$ -	\$ -
Accrued payroll	-	-	32,084	-	-
Deposits	-	-	-	-	-
Due to other funds	-	-	-	-	14,433
<b>Total liabilities</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 139,303</u>	<u>\$ -</u>	<u>\$ 14,433</u>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	-	-	-	-	-
<b>Fund Balances:</b>					
Restricted	192,593	17,724	2,530,202	145,443	-
Committed	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	(14,433)
<b>Total fund balances</b>	<u>192,593</u>	<u>17,724</u>	<u>2,530,202</u>	<u>145,443</u>	<u>(14,433)</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 192,593</u>	<u>\$ 17,724</u>	<u>\$ 2,669,505</u>	<u>\$ 145,443</u>	<u>\$ -</u>

(Continued)

**City of Huntington Park**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2015**

	Special Revenue				
	Community Development Block Grant	Sales Tax Transit Proposition A	Asset Forfeiture	Air Quality Improvement	Sales Tax Transit Proposition C
<b>ASSETS</b>					
Cash and investments	\$ -	\$ 509,364	\$ 1,491,280	\$ 463,602	\$ 569,431
Receivables:					
Taxes and intergovernmental	631,763	-	53,584	19,219	-
Accounts and interest	-	285	594	258	320
Loans	140,596	-	-	-	-
<b>Total assets</b>	<u>\$ 772,359</u>	<u>\$ 509,649</u>	<u>\$ 1,545,458</u>	<u>\$ 483,079</u>	<u>\$ 569,751</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	52,432	\$ 260,084	\$ 1,350	\$ 1,153	\$ 17,329
Accrued payroll	11,159	3,978	-	2	5,618
Deposits	-	25,000	-	-	-
Due to other funds	595,887	-	-	-	-
<b>Total liabilities</b>	<u>659,478</u>	<u>289,062</u>	<u>1,350</u>	<u>1,155</u>	<u>22,947</u>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	261,881	-	-	-	-
<b>Fund Balances:</b>					
Restricted	-	220,587	1,544,108	481,924	546,804
Committed	-	-	-	-	-
Unassigned (deficit)	(149,000)	-	-	-	-
<b>Total fund balances</b>	<u>(149,000)</u>	<u>220,587</u>	<u>1,544,108</u>	<u>481,924</u>	<u>546,804</u>
<b>Total liabilities, deferred inflows     of resources, and fund balances</b>	<u>\$ 772,359</u>	<u>\$ 509,649</u>	<u>\$ 1,545,458</u>	<u>\$ 483,079</u>	<u>\$ 569,751</u>

(Continued)

**City of Huntington Park  
Combining Balance Sheet (Continued)  
Nonmajor Governmental Funds  
June 30, 2015**

	Special Revenue				
	Business Improvement District	Supplemental Law Enforcement	HUD Social Security Grant	Illegal Disposal Abatement	Public Financing Authority
<b>ASSETS</b>					
Cash and investments	\$ -	\$ 9,317	\$ 10,485	\$ 25,550	\$ -
Receivables:					
Taxes and intergovernmental	-	214,578	-	31,027	-
Accounts and interest	-	170	-	14	-
Loans	-	-	9,459	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 224,065</b>	<b>\$ 19,944</b>	<b>\$ 56,591</b>	<b>\$ -</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ 31,077	\$ -	\$ 201	\$ -
Accrued payroll	-	-	-	-	-
Deposits	-	-	-	-	-
Due to other funds	17,558	-	-	-	1,850
<b>Total liabilities</b>	<b>17,558</b>	<b>31,077</b>	<b>-</b>	<b>201</b>	<b>1,850</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	-	95,383	-	31,027	-
<b>Fund Balances:</b>					
Restricted	-	97,605	19,944	25,363	-
Committed	-	-	-	-	-
Unassigned (deficit)	(17,558)	-	-	-	(1,850)
<b>Total fund balances</b>	<b>(17,558)</b>	<b>97,605</b>	<b>19,944</b>	<b>25,363</b>	<b>(1,850)</b>
<b>Total liabilities, deferred inflows     of resources, and fund balances</b>	<b>\$ -</b>	<b>\$ 224,065</b>	<b>\$ 19,944</b>	<b>\$ 56,591</b>	<b>\$ -</b>

(Continued)

**City of Huntington Park**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2015**

	Special Revenue				
	Public Safety	Parking System	Solid Waste Recycle Grant	OPEB	Park Facility
<b>ASSETS</b>					
Cash and investments	\$ 26,848	\$ 36,410	\$ 56,918	\$ -	\$ 47,893
Receivables:					
Taxes and intergovernmental	-	-	-	-	-
Accounts and interest	20	63,069	32	-	27
Loans	-	-	-	-	-
<b>Total assets</b>	<b>\$ 26,868</b>	<b>\$ 99,479</b>	<b>\$ 56,950</b>	<b>\$ -</b>	<b>\$ 47,920</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ 30,987	\$ 4,287	\$ -	\$ -
Accrued payroll	5	13,700	788	-	-
Deposits	-	-	-	-	-
Due to other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>5</b>	<b>44,687</b>	<b>5,075</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	-	-	-	-	-
<b>Fund Balances:</b>					
Restricted	26,863	-	51,875	-	47,920
Committed	-	54,792	-	-	-
Unassigned (deficit)	-	-	-	-	-
<b>Total fund balances</b>	<b>26,863</b>	<b>54,792</b>	<b>51,875</b>	<b>-</b>	<b>47,920</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 26,868</b>	<b>\$ 99,479</b>	<b>\$ 56,950</b>	<b>\$ -</b>	<b>\$ 47,920</b>

(Continued)

**City of Huntington Park**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2015**

	Special Revenue				
	Street Lighting Landscape Assessment	TDA/Bike Path	Measure R	Inmate Welfare	LBPHCP Lead Base
<b>ASSETS</b>					
Cash and investments	\$ 778,086	\$ -	\$ 1,398,832	\$ 95,409	\$ -
Receivables:					
Taxes and intergovernmental	33,046	64,679	-	-	-
Accounts and interest	433	-	685	186	-
Loans	-	-	-	-	-
<b>Total assets</b>	<b>\$ 811,565</b>	<b>\$ 64,679</b>	<b>\$ 1,399,517</b>	<b>\$ 95,595</b>	<b>\$ -</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 43,146	\$ -	\$ 93,529	\$ 43	\$ -
Accrued payroll	3,269	-	989	-	-
Deposits	-	-	-	-	-
Due to other funds	-	16,533	-	-	-
<b>Total liabilities</b>	<b>46,415</b>	<b>16,533</b>	<b>94,518</b>	<b>43</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	-	-	-	-	-
<b>Fund Balances:</b>					
Restricted	765,150	48,146	1,304,999	95,552	-
Committed	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<b>Total fund balances</b>	<b>765,150</b>	<b>48,146</b>	<b>1,304,999</b>	<b>95,552</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ 811,565</b>	<b>\$ 64,679</b>	<b>\$ 1,399,517</b>	<b>\$ 95,595</b>	<b>\$ -</b>

(Continued)

**City of Huntington Park**  
**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2015**

	Special Revenue				
	Neighborhood Lead Base	Homelessness Prevention	Federal Street Improvement	DNA ID	Employees' Retirement
<b>ASSETS</b>					
Cash and investments	\$ -	\$ -	\$ 1,796	\$ 43,263	\$ 848,585
Receivables:					
Taxes and intergovernmental	-	-	-	-	417,451
Accounts and interest	-	-	-	2,274	475
Loans	-	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,796</b>	<b>\$ 45,537</b>	<b>\$ 1,266,511</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 11,800
Accrued payroll	-	-	-	-	1,947
Deposits	-	-	-	-	-
Due to other funds	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,747</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	-	-	-	-	-
<b>Fund Balances:</b>					
Restricted	-	-	1,796	45,537	1,252,764
Committed	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>-</b>	<b>1,796</b>	<b>45,537</b>	<b>1,252,764</b>
<b>Total liabilities, deferred inflows     of resources, and fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,796</b>	<b>\$ 45,537</b>	<b>\$ 1,266,511</b>

(Continued)

**City of Huntington Park  
Combining Balance Sheet (Continued)  
Nonmajor Governmental Funds  
June 30, 2015**

	Special Revenue				
	HUD Section 108 Loan	Prevention Intervention	CalTRANS	Dept. of Toxic Substances	DTSC Grant
<b>ASSETS</b>					
Cash and investments	\$ -	\$ 260,254	\$ -	\$ 800,000	\$ -
Receivables:					
Taxes and intergovernmental	-	-	43,669	-	200,000
Accounts and interest	-	6	-	-	-
Loans	-	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 260,260</b>	<b>\$ 43,669</b>	<b>\$ 800,000</b>	<b>\$ 200,000</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ 208,942	\$ 56,319
Accrued payroll	-	-	-	-	-
Deposits	-	-	-	-	-
Due to other funds	-	-	656	-	32,887
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>656</b>	<b>208,942</b>	<b>89,206</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	-	-	-	-	-
<b>Fund Balances:</b>					
Restricted	-	260,260	43,013	591,058	110,794
Committed	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
<b>Total fund balances</b>	<b>-</b>	<b>260,260</b>	<b>43,013</b>	<b>591,058</b>	<b>110,794</b>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<b>\$ -</b>	<b>\$ 260,260</b>	<b>\$ 43,669</b>	<b>\$ 800,000</b>	<b>\$ 200,000</b>

(Continued)

**City of Huntington Park  
Combining Balance Sheet (Continued)  
Nonmajor Governmental Funds  
June 30, 2015**

	Capital Projects	
	Capital Improvement	Total Nonmajor Governmental Funds
<b>ASSETS</b>		
Cash and investments	\$ -	\$ 10,341,781
Receivables:		
Taxes and intergovernmental	-	1,864,228
Accounts and interest	-	70,443
Loans	-	150,055
<b>Total assets</b>	\$ -	\$ 12,426,507
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>		
<b>Liabilities:</b>		
Accounts payable	\$ -	\$ 919,898
Accrued payroll	-	73,539
Deposits	-	25,000
Due to other funds	-	679,804
<b>Total liabilities</b>	-	1,698,241
<b>Deferred Inflows of Resources:</b>		
Unavailable revenue	-	388,291
<b>Fund Balances:</b>		
Restricted	-	10,468,024
Committed	-	54,792
Unassigned (deficit)	-	(182,841)
<b>Total fund balances</b>	-	10,339,975
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	\$ -	\$ 12,426,507

(Concluded)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Special Revenue				
	Special Events	Parks and Recreation	State Gas Tax	Art in Public Places	Local Origination Program
<b>REVENUES:</b>					
Taxes	\$ -	\$ -	\$ -	\$ 23,056	\$ -
Fines and forfeitures	-	-	-	-	-
Use of money and property	363	-	4,757	311	-
Intergovernmental	-	546,436	1,777,935	-	-
Charges for services	-	-	-	-	-
Other revenues	50,000	329,277	-	-	-
<b>Total revenues</b>	<b>50,363</b>	<b>875,713</b>	<b>1,782,692</b>	<b>23,367</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	1,459,597	-	16,310
Community services	-	-	-	-	-
Community development	-	-	-	-	-
Capital outlay	13,136	691,571	105,553	70,392	3,933
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<b>13,136</b>	<b>691,571</b>	<b>1,565,150</b>	<b>70,392</b>	<b>20,243</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>37,227</b>	<b>184,142</b>	<b>217,542</b>	<b>(47,025)</b>	<b>(20,243)</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceed from loan issuance	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>37,227</b>	<b>184,142</b>	<b>217,542</b>	<b>(47,025)</b>	<b>(20,243)</b>
<b>FUND BALANCES:</b>					
Beginning of year	155,366	(166,418)	2,312,660	192,468	5,810
End of year	<b>\$ 192,593</b>	<b>\$ 17,724</b>	<b>\$ 2,530,202</b>	<b>\$ 145,443</b>	<b>\$ (14,433)</b>

(Continued)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Special Revenue				
	Community Development Block Grant	Sales Tax Transit Proposition A	Asset Forfeiture	Air Quality Improvement	Sales Tax Transit Proposition C
<b>REVENUES:</b>					
Taxes	\$ -	\$ 1,069,370	\$ -	\$ -	\$ 865,402
Fines and forfeitures	-	-	123,452	-	-
Use of money and property	33	1,037	2,105	847	740
Intergovernmental	997,845	-	7,628	73,243	-
Charges for services	-	193,150	-	-	-
Other revenues	156,606	-	-	-	-
<b>Total revenues</b>	<b>1,154,484</b>	<b>1,263,557</b>	<b>133,185</b>	<b>74,090</b>	<b>866,142</b>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	33,716	11,508	-
Public works	-	-	-	-	543,961
Community services	-	1,377,280	-	-	-
Community development	1,193,967	-	-	-	-
Capital outlay	-	-	146,743	11,623	5,126
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<b>1,193,967</b>	<b>1,377,280</b>	<b>180,459</b>	<b>23,131</b>	<b>549,087</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(39,483)</b>	<b>(113,723)</b>	<b>(47,274)</b>	<b>50,959</b>	<b>317,055</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceed from loan issuance	-	-	-	-	-
Transfers in	-	-	410,782	26,459	-
Transfers out	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>410,782</b>	<b>26,459</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>(39,483)</b>	<b>(113,723)</b>	<b>363,508</b>	<b>77,418</b>	<b>317,055</b>
<b>FUND BALANCES:</b>					
Beginning of year	(109,517)	334,310	1,180,600	404,506	229,749
End of year	<u>\$ (149,000)</u>	<u>\$ 220,587</u>	<u>\$ 1,544,108</u>	<u>\$ 481,924</u>	<u>\$ 546,804</u>

(Continued)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Special Revenue				
	Business Improvement District	Supplemental Law Enforcement	HUD Social Security Grant	Illegal Disposal Abatement	Public Financing Authority
<b>REVENUES:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-	-	-
Use of money and property	-	548	-	53	-
Intergovernmental	-	101,486	-	-	-
Charges for services	-	-	-	-	-
Other revenues	-	362,388	9,459	-	-
<b>Total revenues</b>	<b>-</b>	<b>464,422</b>	<b>9,459</b>	<b>53</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	32,989	-	-	-
Public works	-	-	-	-	-
Community services	-	-	-	-	-
Community development	924	-	-	4,536	-
Capital outlay	-	241,147	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<b>924</b>	<b>274,136</b>	<b>-</b>	<b>4,536</b>	<b>-</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(924)</b>	<b>190,286</b>	<b>9,459</b>	<b>(4,483)</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceed from loan issuance	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	(19)	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(19)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>(924)</b>	<b>190,267</b>	<b>9,459</b>	<b>(4,483)</b>	<b>-</b>
<b>FUND BALANCES:</b>					
Beginning of year	(16,634)	(92,662)	10,485	29,846	(1,850)
End of year	<u>\$ (17,558)</u>	<u>\$ 97,605</u>	<u>\$ 19,944</u>	<u>\$ 25,363</u>	<u>\$ (1,850)</u>

(Continued)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Special Revenue				
	Public Safety	Parking System	Solid Waste Recycle Grant	OPEB	Park Facility
<b>REVENUES:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	7,360	-	-	-	-
Use of money and property	36	173	108	-	95
Intergovernmental	14,155	-	16,480	-	-
Charges for services	-	1,170,818	-	-	-
Other revenues	5,130	-	-	-	-
<b>Total revenues</b>	<b>26,681</b>	<b>1,170,991</b>	<b>16,588</b>	<b>-</b>	<b>95</b>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Public safety	31,525	-	-	-	-
Public works	-	-	-	-	-
Community services	-	-	-	-	-
Community development	-	400,780	30,713	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	-	419,744	-	-	-
Interest and fiscal charges	-	37,463	-	-	-
<b>Total expenditures</b>	<b>31,525</b>	<b>857,987</b>	<b>30,713</b>	<b>-</b>	<b>-</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(4,844)</b>	<b>313,004</b>	<b>(14,125)</b>	<b>-</b>	<b>95</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceed from loan issuance	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	(150,000)	-	(311,607)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(150,000)</b>	<b>-</b>	<b>(311,607)</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>(4,844)</b>	<b>163,004</b>	<b>(14,125)</b>	<b>(311,607)</b>	<b>95</b>
<b>FUND BALANCES:</b>					
Beginning of year	31,707	(108,212)	66,000	311,607	47,825
End of year	<b>\$ 26,863</b>	<b>\$ 54,792</b>	<b>\$ 51,875</b>	<b>\$ -</b>	<b>\$ 47,920</b>

(Continued)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Special Revenue				
	Street Lighting Landscape Assessment	TDA/Bike Path	Measure R	Inmate Welfare	LBPHCP Lead Base
<b>REVENUES:</b>					
Taxes	\$ 1,581,684	\$ -	\$ 645,132	\$ -	\$ -
Fines and forfeitures	-	-	-	-	-
Use of money and property	742	15	2,308	180	-
Intergovernmental	-	64,679	-	14,513	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
<b>Total revenues</b>	<b>1,582,426</b>	<b>64,694</b>	<b>647,440</b>	<b>14,693</b>	<b>-</b>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	4,717	-
Public works	468,091	-	526,044	-	-
Community services	-	-	-	-	-
Community development	-	19,950	-	-	70,132
Capital outlay	-	26,225	136,240	-	-
Debt service:					
Principal retirement	428,468	-	-	-	-
Interest and fiscal charges	289,879	-	-	-	-
<b>Total expenditures</b>	<b>1,186,438</b>	<b>46,175</b>	<b>662,284</b>	<b>4,717</b>	<b>70,132</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>395,988</b>	<b>18,519</b>	<b>(14,844)</b>	<b>9,976</b>	<b>(70,132)</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceed from loan issuance	-	-	-	-	-
Transfers in	-	-	63,034	-	-
Transfers out	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>63,034</b>	<b>-</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>395,988</b>	<b>18,519</b>	<b>48,190</b>	<b>9,976</b>	<b>(70,132)</b>
<b>FUND BALANCES:</b>					
Beginning of year	369,162	29,627	1,256,809	85,576	70,132
End of year	<b>\$ 765,150</b>	<b>\$ 48,146</b>	<b>\$ 1,304,999</b>	<b>\$ 95,552</b>	<b>\$ -</b>

(Continued)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Special Revenue				
	Neighborhood Lead Base	Homelessness Prevention	Federal Street Improvement	DNA ID	Employees' Retirement
<b>REVENUES:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,750,049
Fines and forfeitures	-	-	-	-	-
Use of money and property	55	-	-	81	617
Intergovernmental	-	-	-	8,550	-
Charges for services	-	-	-	-	-
Other revenues	38,872	-	-	-	-
<b>Total revenues</b>	<u>38,927</u>	<u>-</u>	<u>-</u>	<u>8,631</u>	<u>2,750,666</u>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	111,154
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Community services	-	-	-	-	-
Community development	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	900,000
Interest and fiscal charges	-	-	-	-	1,080,306
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,091,460</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>38,927</u>	<u>-</u>	<u>-</u>	<u>8,631</u>	<u>659,206</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceed from loan issuance	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	(39,171)	(148)	-	-	(500,000)
<b>Total other financing sources (uses)</b>	<u>(39,171)</u>	<u>(148)</u>	<u>-</u>	<u>-</u>	<u>(500,000)</u>
<b>NET CHANGES IN FUND BALANCES</b>	(244)	(148)	-	8,631	159,206
<b>FUND BALANCES:</b>					
Beginning of year	244	148	1,796	36,906	1,093,558
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,796</u>	<u>\$ 45,537</u>	<u>\$ 1,252,764</u>

(Continued)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Special Revenue				
	HUD Section 108 Loan	Prevention Intervention	CalTRANS	Dept of Toxic Substances	DTSC Grant
	-	-	-	-	-
<b>REVENUES:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-	-	-
Use of money and property	13	-	-	-	-
Intergovernmental	-	302,928	43,669	-	200,000
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
<b>Total revenues</b>	<b>13</b>	<b>302,928</b>	<b>43,669</b>	<b>-</b>	<b>200,000</b>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	42,668	-	-	-
Public works	-	-	-	-	-
Community services	-	-	656	-	-
Community development	-	-	-	208,942	89,206
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>42,668</b>	<b>656</b>	<b>208,942</b>	<b>89,206</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>13</b>	<b>260,260</b>	<b>43,013</b>	<b>(208,942)</b>	<b>110,794</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Proceed from loan issuance	-	-	-	800,000	-
Transfers in	-	-	-	-	-
Transfers out	(8,794)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(8,794)</b>	<b>-</b>	<b>-</b>	<b>800,000</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>(8,781)</b>	<b>260,260</b>	<b>43,013</b>	<b>591,058</b>	<b>110,794</b>
<b>FUND BALANCES:</b>					
Beginning of year	8,781	-	-	-	-
End of year	\$ -	\$ 260,260	\$ 43,013	\$ 591,058	\$ 110,794

(Continued)

**City of Huntington Park**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2015**

	Capital Projects	
	Capital Improvement	Total Nonmajor Governmental Funds
<b>REVENUES:</b>		
Taxes	\$ -	\$ 6,934,693
Fines and forfeitures	-	130,812
Use of money and property	1,506	16,723
Intergovernmental	-	4,169,547
Charges for services	-	1,363,968
Other revenues	-	951,732
<b>Total revenues</b>	1,506	13,567,475
<b>EXPENDITURES:</b>		
Current:		
General government	-	111,154
Public safety	-	157,123
Public works	-	3,014,003
Community services	-	1,377,936
Community development	-	2,019,150
Capital outlay	-	1,451,689
Debt service:		
Principal retirement	-	1,748,212
Interest and fiscal charges	-	1,407,648
<b>Total expenditures</b>	-	11,286,915
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	1,506	2,280,560
<b>OTHER FINANCING SOURCES (USES):</b>		
Proceed from loan issuance	-	800,000
Transfers in	-	500,275
Transfers out	(1,064,477)	(2,074,216)
<b>Total other financing sources (uses)</b>	(1,064,477)	(773,941)
<b>NET CHANGES IN FUND BALANCES</b>	(1,062,971)	1,506,619
<b>FUND BALANCES:</b>		
Beginning of year	1,062,971	8,833,356
End of year	\$ -	\$ 10,339,975

(Concluded)

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Special Events Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ 400	\$ 400	\$ 363	\$ (37)
Other revenues	25,000	25,000	50,000	25,000
<b>Total revenues</b>	<b>25,400</b>	<b>25,400</b>	<b>50,363</b>	<b>24,963</b>
<b>EXPENDITURES:</b>				
Capital outlay	59,638	59,638	13,136	46,502
<b>Total expenditures</b>	<b>59,638</b>	<b>59,638</b>	<b>13,136</b>	<b>46,502</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(34,238)</b>	<b>(34,238)</b>	<b>37,227</b>	<b>71,465</b>
<b>Net change in fund balance</b>	<b>(34,238)</b>	<b>(34,238)</b>	<b>37,227</b>	<b>71,465</b>
<b>FUND BALANCE:</b>				
Beginning of year	155,366	155,366	155,366	-
End of year	<b>\$ 121,128</b>	<b>\$ 121,128</b>	<b>\$ 192,593</b>	<b>\$ 71,465</b>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Parks and Recreation Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 750,000	\$ 750,000	\$ 546,436	\$ (203,564)
Other revenues	-	-	329,277	329,277
<b>Total revenues</b>	<u>750,000</u>	<u>750,000</u>	<u>875,713</u>	<u>125,713</u>
<b>EXPENDITURES:</b>				
Capital outlay	750,000	750,000	691,571	58,429
<b>Total expenditures</b>	<u>750,000</u>	<u>750,000</u>	<u>691,571</u>	<u>58,429</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>184,142</u>	<u>184,142</u>
<b>Net change in fund balance</b>	-	-	184,142	184,142
<b>FUND BALANCE:</b>				
Beginning of year	(166,418)	(166,418)	(166,418)	-
End of year	<u>\$ (166,418)</u>	<u>\$ (166,418)</u>	<u>\$ 17,724</u>	<u>\$ 184,142</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**State Gas Tax Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ 2,000	\$ 2,000	\$ 4,757	\$ 2,757
Intergovernmental	1,855,512	1,855,512	1,777,935	(77,577)
<b>Total revenues</b>	<u>1,857,512</u>	<u>1,857,512</u>	<u>1,782,692</u>	<u>(74,820)</u>
<b>EXPENDITURES:</b>				
Current:				
Public works	1,644,491	1,737,034	1,459,597	277,437
Capital outlay	<u>1,015,504</u>	<u>922,961</u>	<u>105,553</u>	<u>817,408</u>
<b>Total expenditures</b>	<u>2,659,995</u>	<u>2,659,995</u>	<u>1,565,150</u>	<u>1,094,845</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(802,483)</u>	<u>(802,483)</u>	<u>217,542</u>	<u>1,020,025</u>
<b>Net change in fund balance</b>	(802,483)	(802,483)	217,542	1,020,025
<b>FUND BALANCE:</b>				
Beginning of year	2,312,660	2,312,660	2,312,660	-
End of year	<u>\$ 1,510,177</u>	<u>\$ 1,510,177</u>	<u>\$ 2,530,202</u>	<u>\$ 1,020,025</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Art in Public Places Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ 23,056	\$ 23,056
Use of money and property	450	450	311	(139)
<b>Total revenues</b>	<u>450</u>	<u>450</u>	<u>23,367</u>	<u>22,917</u>
<b>EXPENDITURES:</b>				
Capital outlay	67,000	67,000	70,392	(3,392)
<b>Total expenditures</b>	<u>67,000</u>	<u>67,000</u>	<u>70,392</u>	<u>(3,392)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(66,550)</u>	<u>(66,550)</u>	<u>(47,025)</u>	<u>19,525</u>
<b>Net change in fund balance</b>	(66,550)	(66,550)	(47,025)	19,525
<b>FUND BALANCE:</b>				
Beginning of year	192,468	192,468	192,468	-
End of year	<u>\$ 125,918</u>	<u>\$ 125,918</u>	<u>\$ 145,443</u>	<u>\$ 19,525</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Local Origination Program Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>EXPENDITURES:</b>				
Current:				
Public works	\$ 2,300	\$ 6,980	\$ 16,310	\$ (9,330)
Capital outlay	3,500	3,500	3,933	(433)
<b>Total expenditures</b>	<u>5,800</u>	<u>10,480</u>	<u>20,243</u>	<u>(9,763)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(5,800)</u>	<u>(10,480)</u>	<u>(20,243)</u>	<u>(9,763)</u>
<b>Net change in fund balance</b>	(5,800)	(10,480)	(20,243)	(9,763)
<b>FUND BALANCE:</b>				
Beginning of year	5,810	5,810	5,810	-
End of year	<u>\$ 10</u>	<u>\$ (4,670)</u>	<u>\$ (14,433)</u>	<u>\$ (9,763)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Community Development Block Grant Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 33	\$ 33
Intergovernmental	1,572,421	1,572,421	997,845	(574,576)
Other revenues	-	-	156,606	156,606
<b>Total revenues</b>	<u>1,572,421</u>	<u>1,572,421</u>	<u>1,154,484</u>	<u>(417,937)</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	1,451,254	1,451,254	1,193,967	257,287
<b>Total expenditures</b>	<u>1,451,254</u>	<u>1,451,254</u>	<u>1,193,967</u>	<u>257,287</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>121,167</u>	<u>121,167</u>	<u>(39,483)</u>	<u>(160,650)</u>
<b>Net change in fund balance</b>	121,167	121,167	(39,483)	(160,650)
<b>FUND BALANCE:</b>				
Beginning of year	(109,517)	(109,517)	(109,517)	-
End of year	<u>\$ 11,650</u>	<u>\$ 11,650</u>	<u>\$ (149,000)</u>	<u>\$ (160,650)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Sales Tax Transit Proposition A Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 1,053,043	\$ 1,053,043	\$ 1,069,370	\$ 16,327
Use of money and property	1,500	1,500	1,037	(463)
Charges for services	305,922	305,922	193,150	(112,772)
<b>Total revenues</b>	<u>1,360,465</u>	<u>1,360,465</u>	<u>1,263,557</u>	<u>(96,908)</u>
<b>EXPENDITURES:</b>				
Current:				
Community services	1,365,322	1,366,322	1,377,280	(10,958)
<b>Total expenditures</b>	<u>1,365,322</u>	<u>1,366,322</u>	<u>1,377,280</u>	<u>(10,958)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(4,857)</u>	<u>(5,857)</u>	<u>(113,723)</u>	<u>(107,866)</u>
<b>Net change in fund balance</b>	(4,857)	(5,857)	(113,723)	(107,866)
<b>FUND BALANCE:</b>				
Beginning of year	334,310	334,310	334,310	-
End of year	<u>\$ 329,453</u>	<u>\$ 328,453</u>	<u>\$ 220,587</u>	<u>\$ (107,866)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Asset Forfeiture Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Fines and forfeitures	\$ 94,000	\$ 94,000	\$ 123,452	\$ 29,452
Use of money and property	12,000	12,000	2,105	(9,895)
Intergovernmental	-	-	7,628	7,628
Other revenues	-	-	-	-
<b>Total revenues</b>	<b>106,000</b>	<b>106,000</b>	<b>133,185</b>	<b>27,185</b>
<b>EXPENDITURES:</b>				
Current				
Public safety	180,285	180,285	33,716	146,569
Capital outlay	251,374	251,374	146,743	104,631
<b>Total expenditures</b>	<b>431,659</b>	<b>431,659</b>	<b>180,459</b>	<b>251,200</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(325,659)</b>	<b>(325,659)</b>	<b>(47,274)</b>	<b>278,385</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	410,782	410,782
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>410,782</b>	<b>410,782</b>
<b>Net change in fund balance</b>	<b>(325,659)</b>	<b>(325,659)</b>	<b>363,508</b>	<b>689,167</b>
<b>FUND BALANCE:</b>				
Beginning of year	1,180,600	1,180,600	1,180,600	-
End of year	<u>\$ 854,941</u>	<u>\$ 854,941</u>	<u>\$ 1,544,108</u>	<u>\$ 689,167</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Air Quality Improvement Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ 1,000	\$ 1,000	\$ 847	\$ (153)
Intergovernmental	70,000	70,000	73,243	3,243
Other revenues	-	-	-	-
<b>Total revenues</b>	<b>71,000</b>	<b>71,000</b>	<b>74,090</b>	<b>3,090</b>
<b>EXPENDITURES:</b>				
Current:				
Public safety	234,221	234,221	11,508	222,713
Capital outlay	35,000	35,000	11,623	23,377
<b>Total expenditures</b>	<b>269,221</b>	<b>269,221</b>	<b>23,131</b>	<b>246,090</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(198,221)</b>	<b>(198,221)</b>	<b>50,959</b>	<b>249,180</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	26,459	26,459
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>26,459</b>	<b>26,459</b>
<b>Net change in fund balance</b>	<b>(198,221)</b>	<b>(198,221)</b>	<b>77,418</b>	<b>275,639</b>
<b>FUND BALANCE:</b>				
Beginning of year	404,506	404,506	404,506	-
End of year	<b>\$ 206,285</b>	<b>\$ 206,285</b>	<b>\$ 481,924</b>	<b>\$ 275,639</b>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Sales Tax Transit Proposition C Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Tax	\$ 891,491	\$ 891,491	\$ 865,402	\$ (26,089)
Use of money and property	1,000	1,000	740	(260)
<b>Total revenues</b>	<b>892,491</b>	<b>892,491</b>	<b>866,142</b>	<b>(26,349)</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	523,450	545,392	543,961	1,431
Capital outlay	40,000	20,000	5,126	14,874
<b>Total expenditures</b>	<b>563,450</b>	<b>565,392</b>	<b>549,087</b>	<b>16,305</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>329,041</b>	<b>327,099</b>	<b>317,055</b>	<b>(10,044)</b>
<b>Net change in fund balance</b>	<b>329,041</b>	<b>327,099</b>	<b>317,055</b>	<b>(10,044)</b>
<b>FUND BALANCE:</b>				
Beginning of year	229,749	229,749	229,749	-
End of year	<b>\$ 558,790</b>	<b>\$ 556,848</b>	<b>\$ 546,804</b>	<b>\$ (10,044)</b>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Business Improvement District Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>EXPENDITURES:</b>				
Current:				
Community development	\$ -	\$ -	\$ 924	\$ (924)
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>924</u>	<u>(924)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(924)</u>	<u>(924)</u>
<b>Net change in fund balance</b>	-	-	(924)	(924)
<b>FUND BALANCE:</b>				
Beginning of year	(16,634)	(16,634)	(16,634)	-
End of year	<u>\$ (16,634)</u>	<u>\$ (16,634)</u>	<u>\$ (17,558)</u>	<u>\$ (924)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Supplemental Law Enforcement Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 548	\$ 548
Intergovernmental	56,636	56,636	101,486	44,850
Other revenues	100,000	100,000	362,388	262,388
<b>Total revenues</b>	<u>156,636</u>	<u>156,636</u>	<u>464,422</u>	<u>307,786</u>
<b>EXPENDITURES:</b>				
Current:				
Public safety	-	-	32,989	(32,989)
Capital outlay	199,048	199,048	241,147	(42,099)
<b>Total expenditures</b>	<u>199,048</u>	<u>199,048</u>	<u>274,136</u>	<u>(75,088)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(42,412)</u>	<u>(42,412)</u>	<u>190,286</u>	<u>232,698</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	-	(19)	(19)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(19)</u>	<u>(19)</u>
<b>Net change in fund balance</b>	(42,412)	(42,412)	190,267	232,679
<b>FUND BALANCE:</b>				
Beginning of year	(92,662)	(92,662)	(92,662)	-
End of year	<u>\$ (135,074)</u>	<u>\$ (135,074)</u>	<u>\$ 97,605</u>	<u>\$ 232,679</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**HUD Social Security Grant Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Other revenues	\$ -	\$ -	\$ 9,459	\$ 9,459
<b>Total revenues</b>	-	-	9,459	(9,459)
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	-	-	9,459	9,459
<b>Net changes in fund balance</b>	-	-	9,459	9,459
<b>FUND BALANCE:</b>				
Beginning of year	10,485	10,485	10,485	-
End of year	\$ 10,485	\$ 10,485	\$ 19,944	\$ 9,459

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Illegal Disposal Abatement Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 53	\$ 53
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>53</u>	<u>53</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	-	-	4,536	(4,536)
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>4,536</u>	<u>(4,536)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(4,483)</u>	<u>(4,483)</u>
<b>Net changes in fund balance</b>	-	-	(4,483)	(4,483)
<b>FUND BALANCE:</b>				
Beginning of year	29,846	29,846	29,846	-
End of year	<u>\$ 29,846</u>	<u>\$ 29,846</u>	<u>\$ 25,363</u>	<u>\$ (4,483)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Public Financing Authority Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ -	\$ -
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net changes in fund balance</b>	-	-	-	-
<b>FUND BALANCE:</b>				
Beginning of year	(1,850)	(1,850)	(1,850)	-
End of year	<u>\$ (1,850)</u>	<u>\$ (1,850)</u>	<u>\$ (1,850)</u>	<u>\$ -</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Public Safety Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Fines and forfeitures	\$ -	\$ -	\$ 7,360	\$ 7,360
Use of money and property	-	-	36	36
Intergovernmental	-	-	14,155	14,155
Other revenues	-	-	5,130	5,130
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>26,681</u>	<u>26,681</u>
<b>EXPENDITURES:</b>				
Current:				
Public Safety	-	-	31,525	(31,525)
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>31,525</u>	<u>(31,525)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(4,844)</u>	<u>(4,844)</u>
<b>Net change in fund balance</b>	-	-	(4,844)	(4,844)
<b>FUND BALANCE:</b>				
Beginning of year	31,707	31,707	31,707	-
End of year	<u>\$ 31,707</u>	<u>\$ 31,707</u>	<u>\$ 26,863</u>	<u>\$ (4,844)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Parking System Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 173	\$ 173
Charges for services	1,100,000	1,100,000	1,170,818	70,818
<b>Total revenues</b>	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,170,991</u>	<u>70,991</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	450,047	450,047	400,780	49,267
Debt services:				
Principal retirement	419,744	419,744	419,744	-
Interest and fiscal charges	37,463	37,463	37,463	-
<b>Total expenditures</b>	<u>907,254</u>	<u>907,254</u>	<u>857,987</u>	<u>49,267</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>192,746</u>	<u>192,746</u>	<u>313,004</u>	<u>120,258</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(150,000)	(150,000)	(150,000)	-
<b>Total other financing sources (uses)</b>	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	42,746	42,746	163,004	120,258
<b>FUND BALANCE:</b>				
Beginning of year	(108,212)	(108,212)	(108,212)	-
End of year	<u>\$ (65,466)</u>	<u>\$ (65,466)</u>	<u>\$ 54,792</u>	<u>\$ 120,258</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Solid Waste Recycle Grant Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 108	\$ 108
Intergovernmental	32,583	32,583	16,480	(16,103)
<b>Total revenues</b>	<u>32,583</u>	<u>32,583</u>	<u>16,588</u>	<u>(15,995)</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	23,567	23,567	30,713	(7,146)
<b>Total expenditures</b>	<u>23,567</u>	<u>23,567</u>	<u>30,713</u>	<u>(7,146)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>9,016</u>	<u>9,016</u>	<u>(14,125)</u>	<u>(23,141)</u>
<b>Net change in fund balance</b>	9,016	9,016	(14,125)	(23,141)
<b>FUND BALANCE:</b>				
Beginning of year	66,000	66,000	66,000	-
End of year	<u>\$ 75,016</u>	<u>\$ 75,016</u>	<u>\$ 51,875</u>	<u>\$ (23,141)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**OPEB Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	-	(311,607)	(311,607)
<b>Total other financing sources (uses)</b>	-	-	(311,607)	(311,607)
<b>Net change in fund balance</b>	-	-	(311,607)	(311,607)
<b>FUND BALANCE:</b>				
Beginning of year	311,607	311,607	311,607	-
End of year	\$ 311,607	\$ 311,607	\$ -	\$ (311,607)

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Park Facility Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 95	\$ 95
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>95</u>	<u>95</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>95</u>	<u>95</u>
<b>Net change in fund balance</b>	-	-	95	95
<b>FUND BALANCE:</b>				
Beginning of year	47,825	47,825	47,825	-
End of year	<u>\$ 47,825</u>	<u>\$ 47,825</u>	<u>\$ 47,920</u>	<u>\$ 95</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Street Lighting Landscape Assessment Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 1,559,878	\$ 1,559,878	\$ 1,581,684	\$ 21,806
Use of money and property	-	-	742	742
<b>Total revenues</b>	<u>1,559,878</u>	<u>1,559,878</u>	<u>1,582,426</u>	<u>22,548</u>
<b>EXPENDITURES:</b>				
Current:				
Public works	622,137	622,137	468,091	154,046
Capital outlay	100,000	100,000	-	100,000
Debt service:				
Principal retirement	428,468	428,468	428,468	-
Interest and fiscal charges	289,879	289,879	289,879	-
<b>Total expenditures</b>	<u>1,440,484</u>	<u>1,440,484</u>	<u>1,186,438</u>	<u>254,046</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>119,394</u>	<u>119,394</u>	<u>395,988</u>	<u>276,594</u>
<b>Net change in fund balance</b>	119,394	119,394	395,988	276,594
<b>FUND BALANCE:</b>				
Beginning of year	369,162	369,162	369,162	-
End of year	<u>\$ 488,556</u>	<u>\$ 488,556</u>	<u>\$ 765,150</u>	<u>\$ 276,594</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**TDA/Bike Path Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 15	\$ 15
Intergovernmental	38,694	38,694	64,679	25,985
<b>Total revenues</b>	<u>38,694</u>	<u>38,694</u>	<u>64,694</u>	<u>26,000</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	12,000	12,000	19,950	(7,950)
Capital outlay	27,924	27,924	26,225	1,699
<b>Total expenditures</b>	<u>39,924</u>	<u>39,924</u>	<u>46,175</u>	<u>(6,251)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,230)</u>	<u>(1,230)</u>	<u>18,519</u>	<u>19,749</u>
<b>Net change in fund balance</b>	(1,230)	(1,230)	18,519	19,749
<b>FUND BALANCE:</b>				
Beginning of year	29,627	29,627	29,627	-
End of year	<u>\$ 28,397</u>	<u>\$ 28,397</u>	<u>\$ 48,146</u>	<u>\$ 19,749</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Measure R Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 638,626	\$ 638,626	\$ 645,132	
Use of money and property	2,500	2,500	2,308	(192)
Other revenues	-	-	-	-
<b>Total revenues</b>	<b>641,126</b>	<b>641,126</b>	<b>647,440</b>	<b>6,314</b>
<b>EXPENDITURES:</b>				
Current:				
Public works	209,110	496,236	526,044	(29,808)
Capital outlay	433,286	361,640	136,240	225,400
<b>Total expenditures</b>	<b>642,396</b>	<b>857,876</b>	<b>662,284</b>	<b>195,592</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(1,270)</b>	<b>(216,750)</b>	<b>(14,844)</b>	<b>201,906</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	63,034	63,034
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>63,034</b>	<b>63,034</b>
<b>Net change in fund balance</b>	<b>(1,270)</b>	<b>(216,750)</b>	<b>48,190</b>	<b>264,940</b>
<b>FUND BALANCE:</b>				
Beginning of year	1,256,809	1,256,809	1,256,809	-
End of year	<u>\$ 1,255,539</u>	<u>\$ 1,040,059</u>	<u>\$ 1,304,999</u>	<u>\$ 264,940</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Inmate Welfare Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ 300	\$ 300	\$ 180	\$ (120)
Intergovernmental	15,000	15,000	14,513	(487)
<b>Total revenues</b>	<u>15,300</u>	<u>15,300</u>	<u>14,693</u>	<u>(607)</u>
<b>EXPENDITURES:</b>				
Current:				
Public safety	10,000	10,000	4,717	5,283
<b>Total expenditures</b>	<u>10,000</u>	<u>10,000</u>	<u>4,717</u>	<u>5,283</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>5,300</u>	<u>5,300</u>	<u>9,976</u>	<u>4,676</u>
<b>Net change in fund balance</b>	5,300	5,300	9,976	4,676
<b>FUND BALANCE:</b>				
Beginning of year	85,576	85,576	85,576	-
End of year	<u>\$ 90,876</u>	<u>\$ 90,876</u>	<u>\$ 95,552</u>	<u>\$ 4,676</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**LBPBHP Lead Base Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>EXPENDITURES:</b>				
Current:				
Community development	\$ -	\$ -	\$ 70,132	\$ (70,132)
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>70,132</u>	<u>(70,132)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>(70,132)</u>	<u>(70,132)</u>
<b>Net change in fund balance</b>	-	-	(70,132)	(70,132)
<b>FUND BALANCE:</b>				
Beginning of year	70,132	70,132	70,132	-
End of year	<u>\$ 70,132</u>	<u>\$ 70,132</u>	<u>\$ -</u>	<u>\$ (70,132)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Neighborhood Lead Base Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 55	\$ 55
Other revenues	-	-	38,872	38,872
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>38,927</b>	<b>38,927</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>38,927</b>	<b>38,927</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	-	(39,171)	(39,171)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(39,171)</b>	<b>(39,171)</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>-</b>	<b>(244)</b>	<b>(244)</b>
<b>FUND BALANCE:</b>				
Beginning of year	244	244	244	-
End of year	<u>\$ 244</u>	<u>\$ 244</u>	<u>\$ -</u>	<u>\$ (244)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Homelessness Prevention Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	\$ -	\$ -	\$ (148)	\$ (148)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(148)</u>	<u>(148)</u>
<b>Net change in fund balance</b>	-	-	(148)	(148)
<b>FUND BALANCE:</b>				
Beginning of year	148	148	148	-
End of year	<u>\$ 148</u>	<u>\$ 148</u>	<u>\$ -</u>	<u>\$ (148)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Federal Street Improvement Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ -	\$ -
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
Public works	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balance</b>	-	-	-	-
<b>FUND BALANCE:</b>				
Beginning of year	1,796	1,796	1,796	-
End of year	<u>\$ 1,796</u>	<u>\$ 1,796</u>	<u>\$ 1,796</u>	<u>\$ -</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**DNA ID Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ 200	\$ 200	\$ 81	\$ (119)
Intergovernmental	5,000	5,000	8,550	3,550
<b>Total revenues</b>	<u>5,200</u>	<u>5,200</u>	<u>8,631</u>	<u>3,431</u>
<b>EXPENDITURES</b>				
Current:				
Community services	4,000	4,000	-	4,000
<b>Total expenditures</b>	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>4,000</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1,200</u>	<u>1,200</u>	<u>8,631</u>	<u>7,431</u>
<b>Net change in fund balance</b>	1,200	1,200	8,631	7,431
<b>FUND BALANCE:</b>				
Beginning of year	36,906	36,906	36,906	-
End of year	<u>\$ 38,106</u>	<u>\$ 38,106</u>	<u>\$ 45,537</u>	<u>\$ 7,431</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Employees' Retirement Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 2,565,000	\$ 2,565,000	\$ 2,750,049	\$ 185,049
Use of money and property	-	-	617	617
<b>Total revenues</b>	<u>2,565,000</u>	<u>2,565,000</u>	<u>2,750,666</u>	<u>185,666</u>
<b>EXPENDITURES:</b>				
Current:				
General government	55,000	94,000	111,154	(17,154)
Debt service:				
Principal retirement	900,000	900,000	900,000	-
Interest and fiscal charges	1,080,306	1,080,306	1,080,306	-
<b>Total expenditures</b>	<u>2,035,306</u>	<u>2,074,306</u>	<u>2,091,460</u>	<u>(17,154)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>529,694</u>	<u>490,694</u>	<u>659,206</u>	<u>168,512</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(500,000)	(500,000)	(500,000)	-
<b>Total other financing sources (uses)</b>	<u>(500,000)</u>	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>
<b>Net change in fund balance</b>	29,694	(9,306)	159,206	168,512
<b>FUND BALANCE:</b>				
Beginning of year	1,093,558	1,093,558	1,093,558	-
End of year	<u>\$ 1,123,252</u>	<u>\$ 1,084,252</u>	<u>\$ 1,252,764</u>	<u>\$ 168,512</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**HUD Section 108 Loan Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 13	\$ 13
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>13</u>	<u>13</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>13</u>	<u>13</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	-	(8,794)	(8,794)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>(8,794)</u>	<u>(8,794)</u>
<b>Net change in fund balance</b>	-	-	(8,781)	(8,781)
<b>FUND BALANCE:</b>				
Beginning of year	8,781	8,781	8,781	-
End of year	<u>\$ 8,781</u>	<u>\$ 8,781</u>	<u>\$ -</u>	<u>\$ (8,781)</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Prevention Intervention Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	302,928	302,928
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>302,928</u>	<u>302,928</u>
<b>EXPENDITURES:</b>				
Current:				
Public safety	-	35,000	42,668	(7,668)
<b>Total expenditures</b>	<u>-</u>	<u>35,000</u>	<u>42,668</u>	<u>(7,668)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>(35,000)</u>	<u>260,260</u>	<u>295,260</u>
<b>Net change in fund balance</b>	-	(35,000)	260,260	295,260
<b>FUND BALANCE:</b>				
Beginning of year	-	-	-	-
End of year	<u>\$ -</u>	<u>\$ (35,000)</u>	<u>\$ 260,260</u>	<u>\$ 295,260</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**CalTRANS Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	43,669	43,669
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>43,669</u>	<u>43,669</u>
<b>EXPENDITURES:</b>				
Current:				
Community services	-	-	656	(656)
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>656</u>	<u>(656)</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>43,013</u>	<u>43,013</u>
<b>Net change in fund balance</b>	-	-	43,013	43,013
<b>FUND BALANCE:</b>				
Beginning of year	-	-	-	-
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,013</u>	<u>\$ 43,013</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Dept of Toxic Substances Special Revenue Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>EXPENDITURES:</b>				
Current:				
Community development	\$ 800,000	\$ 800,000	\$ 208,942	\$ 591,058
<b>Total expenditures</b>	<u>800,000</u>	<u>800,000</u>	<u>208,942</u>	<u>591,058</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(800,000)</u>	<u>(800,000)</u>	<u>(208,942)</u>	<u>591,058</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceed from loan issuance	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>	<u>-</u>
<b>Total other financing sources (uses)</b>	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>	<u>-</u>
<b>Net change in fund balance</b>	-	-	591,058	591,058
<b>FUND BALANCE:</b>				
Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 591,058</u>	<u>\$ 591,058</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**DTSC Grant Special Revenue Fund**  
**For the Year Ended June 30, 2015**

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	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Intergovernmental	\$ 200,000	\$ 200,000	\$ 200,000	\$ -
<b>Total revenues</b>	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	200,000	200,000	89,206	110,794
<b>Total expenditures</b>	<u>200,000</u>	<u>200,000</u>	<u>89,206</u>	<u>110,794</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>110,794</u>	<u>110,794</u>
<b>Net change in fund balance</b>	-	-	110,794	110,794
<b>FUND BALANCE:</b>				
Beginning of year	-	-	-	-
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 110,794</u>	<u>\$ 110,794</u>

**City of Huntington Park**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Capital Improvement Fund**  
**For the Year Ended June 30, 2015**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Use of money and property	\$ -	\$ -	\$ 1,506	\$ 1,506
<b>Total revenues</b>	<b>-</b>	<b>-</b>	<b>1,506</b>	<b>1,506</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>-</b>	<b>1,506</b>	<b>1,506</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	0	0	(1,064,477)	(1,064,477)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(1,064,477)</b>	<b>(1,064,477)</b>
<b>Net changes in fund balance</b>	<b>-</b>	<b>-</b>	<b>(1,062,971)</b>	<b>(1,062,971)</b>
<b>FUND BALANCE:</b>				
Beginning of year	1,062,971	1,062,971	1,062,971	-
End of year	\$ 1,062,971	\$ 1,062,971	\$ -	\$ (1,062,971)

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# NONMAJOR ENTERPRISE FUNDS

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The Enterprise Fund accounts for the financing of self-supporting activities which render services to the general public on a user charge basis or a fixed payment schedule. All activities necessary to provide such services are accounted for in these funds, including, but not limited, to operations, maintenance, financing and related debt service, and billing and collections.

**Nonmajor Enterprise Funds include:**

*Sewer Maintenance Fund* - To account for the activities of sewer utility services provided to the residents of the City.

*Solid Waste Management Fund* - To account for the activities of solid waste management services to the residents of the City.

**City of Huntington Park**  
**Combining Statement of Net Position**  
**Nonmajor Enterprise Funds**  
**June 30, 2015**

	Sewer Maintenance	Solid Waste Management	Total Nonmajor Enterprise Funds
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 679,878	\$ 122,103	\$ 801,981
Accounts receivables	45,487	12,187	57,674
<b>Total current assets</b>	<b>725,365</b>	<b>134,290</b>	<b>859,655</b>
Noncurrent assets:			
Capital assets			
Nondepreciable	4,078,454	-	4,078,454
Depreciable	4,920,091	-	4,920,091
Less accumulated depreciation	(3,313,218)	-	(3,313,218)
Net capital assets	5,685,327	-	5,685,327
<b>Total noncurrent assets</b>	<b>5,685,327</b>	<b>-</b>	<b>5,685,327</b>
<b>Total assets</b>	<b>6,410,692</b>	<b>134,290</b>	<b>6,544,982</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension contribution after measurement date	863	9,646	10,509
Difference between projected and actual earnings on pension plan investments	117	1,314	1,431
<b>Total deferred outflows of resources</b>	<b>980</b>	<b>10,960</b>	<b>11,940</b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	15,354	455	15,809
Accrued payroll	1,018	3,585	4,603
Deposits	-	58,006	58,006
Unearned revenue	-	4,426	4,426
<b>Total current liabilities</b>	<b>16,372</b>	<b>66,472</b>	<b>82,844</b>
Noncurrent liabilities:			
Compensated absences payable	1,191	17,675	18,866
Aggregate net pension liability	20,547	229,869	250,416
<b>Total noncurrent liabilities</b>	<b>21,738</b>	<b>247,544</b>	<b>269,282</b>
<b>Total liabilities</b>	<b>38,110</b>	<b>314,016</b>	<b>352,126</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Difference between projected and actual earnings on pension plan investments	5,706	63,832	69,538
<b>Total deferred inflows of resources</b>	<b>5,706</b>	<b>63,832</b>	<b>69,538</b>
<b>NET POSITION</b>			
Net investment in capital assets	5,685,327	-	5,685,327
Unrestricted (deficit)	682,529	(232,598)	449,931
<b>Total net position</b>	<b>\$ 6,367,856</b>	<b>\$ (232,598)</b>	<b>\$ 6,135,258</b>

**City of Huntington Park**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2015**

	Sewer Maintenance	Solid Waste Management	Total Nonmajor Enterprise Funds
<b>OPERATING REVENUES:</b>			
Charges for services	\$ 301,962	\$ 140,663	\$ 442,625
<b>Total operating revenues</b>	<b>301,962</b>	<b>140,663</b>	<b>442,625</b>
<b>OPERATING EXPENSES:</b>			
Personnel services	10,260	125,030	135,290
Materials and supplies	198,864	35,279	234,143
Insurance	681	7,895	8,576
Depreciation	15,304	-	15,304
<b>Total operating expenses</b>	<b>225,109</b>	<b>168,204</b>	<b>393,313</b>
<b>OPERATING INCOME (LOSS)</b>	<b>76,853</b>	<b>(27,541)</b>	<b>49,312</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Interest income	1,275	245	1,520
<b>Total nonoperating revenues</b>	<b>1,275</b>	<b>245</b>	<b>1,520</b>
<b>Changes in net position</b>	<b>78,128</b>	<b>(27,296)</b>	<b>50,832</b>
<b>NET POSITION:</b>			
Beginning of year, as restated (Note 15)	6,289,728	(205,302)	6,084,426
End of year	<u>\$ 6,367,856</u>	<u>\$ (232,598)</u>	<u>\$ 6,135,258</u>
Adjustment to reflect consolidation of internal service activities to related enterprise fund	\$ 203	\$ 2,333	\$ 2,536
Changes in Net Position of Business-type Activities	<u>78,331</u>	<u>(24,963)</u>	<u>53,368</u>

**City of Huntington Park**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the Year Ended June 30, 2015**

	Sewer Maintenance	Solid Waste Management	Total Nonmajor Enterprise Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from tenants, customers and users	\$ 309,312	\$ 160,724	\$ 470,036
Payments to suppliers	(201,926)	(42,907)	(244,833)
Payments to employees	(10,616)	(124,731)	(135,347)
<b>Net cash provided by (used in) operating activities</b>	<b>96,770</b>	<b>(6,914)</b>	<b>89,856</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest received	1,275	245	1,520
<b>Net cash provided by investing activities</b>	<b>1,275</b>	<b>245</b>	<b>1,520</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>98,045</b>	<b>(6,669)</b>	<b>91,376</b>
<b>CASH AND CASH EQUIVALENTS:</b>			
Beginning of year	581,833	128,772	710,605
End of year	<u>\$ 679,878</u>	<u>\$ 122,103</u>	<u>\$ 801,981</u>
<b>RECONCILIATION OF OPERATING (LOSS) TO NET</b>			
<b>CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>			
Operating (loss)	\$ 76,853	\$ (27,541)	\$ 49,312
Depreciation	15,304	-	15,304
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
(Increase) decrease in accounts receivable	7,350	4,952	12,302
(Increase) decrease in deferred outflows of resources - pension	(38)	(440)	(478)
Increase (decrease) in accounts payable	(2,381)	267	(2,114)
Increase (decrease) in accrued payroll	795	1,048	1,843
Increase (decrease) in accrued leave payable	(201)	(1,095)	(1,296)
Increase (decrease) in compensated absences payable	(987)	(68)	(1,055)
Increase (decrease) in deposits payable	-	15,109	15,109
Increase (decrease) in aggregate net pension liability	(5,631)	(62,978)	(68,609)
Increase (decrease) in deferred inflows of resources - pension	5,706	63,832	69,538
<b>Total adjustments</b>	<b>4,613</b>	<b>20,627</b>	<b>25,240</b>
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 96,770</b>	<b>\$ (6,914)</b>	<b>\$ 89,856</b>

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# INTERNAL SERVICE FUNDS

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The Internal Service Fund accounts for financing of goods and services provided by one department to other departments of the City.

**Internal Service Funds include:**

***Fleet Maintenance Fund*** - To account for the costs of maintenance of City vehicles used by various City departments.

***Vehicle and Equipment Replacement Fund*** - To account for the costs of replacement of City vehicles and equipment used by the various City departments. Such costs are based upon actual usage

***Workers Compensation Fund*** - To account for the workers compensation costs to the City. Such costs are based upon actual claims paid.

***Employee Benefit Fund*** - To account for the costs of benefits paid to City employees

***OPEB Fund*** -To account for the funds and expenditures related to the City's other postemployment benefits.

**City of Huntington Park**  
**Combining Statement of Net Position**  
**All Internal Service Funds**  
**June 30, 2015**

	Fleet Maintenance	Vehicle and Equipment Replacement	Workers' Compensation
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 393,692	\$ 12,074	\$ 5,707,879
Accounts receivable	153	7	3,039
<b>Total current assets</b>	<b>393,845</b>	<b>12,081</b>	<b>5,710,918</b>
Noncurrent assets:			
Capital assets, depreciable	484,562	1,805,031	-
Less accumulated depreciation	(463,037)	(1,777,526)	-
Net capital assets	21,525	27,505	-
<b>Total noncurrent assets</b>	<b>21,525</b>	<b>27,505</b>	<b>-</b>
<b>Total assets</b>	<b>415,370</b>	<b>39,586</b>	<b>5,710,918</b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	46,083	-	44,123
Accrued payroll	5,008	-	3,895
Due to other funds	-	-	-
Claims payable	-	-	896,000
<b>Total current liabilities</b>	<b>51,091</b>	<b>-</b>	<b>944,018</b>
<b>Total liabilities</b>	<b>51,091</b>	<b>-</b>	<b>944,018</b>
<b>NET POSITION</b>			
Investment in capital assets	21,525	27,505	-
Unrestricted (deficit)	342,754	12,081	4,766,900
<b>Total net position</b>	<b>\$ 364,279</b>	<b>\$ 39,586</b>	<b>\$ 4,766,900</b>

**City of Huntington Park**  
**Combining Statement of Net Position (Continued)**  
**All Internal Service Funds**  
**June 30, 2015**

	Employee Benefit	OPEB	Total
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ -	\$ 347,177	\$ 6,460,822
Accounts receivable	-	122	3,321
<b>Total current assets</b>	<b>-</b>	<b>347,299</b>	<b>6,464,143</b>
Noncurrent assets:			
Capital assets, depreciable	-	-	2,289,593
Less accumulated depreciation	-	-	(2,240,563)
Net capital assets	-	-	49,030
<b>Total noncurrent assets</b>	<b>-</b>	<b>-</b>	<b>49,030</b>
<b>Total assets</b>	<b>-</b>	<b>347,299</b>	<b>6,513,173</b>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	1,878	4,244	96,328
Accrued payroll	-	-	8,903
Due to other funds	209,518	-	209,518
Claims payable	-	-	896,000
<b>Total current liabilities</b>	<b>211,396</b>	<b>4,244</b>	<b>1,210,749</b>
<b>Total liabilities</b>	<b>211,396</b>	<b>4,244</b>	<b>1,210,749</b>
<b>NET POSITION</b>			
Investment in capital assets	-	-	49,030
Unrestricted (deficit)	(211,396)	343,055	5,253,394
<b>Total net position</b>	<b>\$ (211,396)</b>	<b>\$ 343,055</b>	<b>\$ 5,302,424</b>

**City of Huntington Park**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2015**

	Fleet Maintenance	Vehicle and Equipment Replacement	Workers' Compensation
<b>OPERATING REVENUES:</b>			
Charges for services	\$ 711,852	\$ -	\$ 1,909,968
Other	-	-	-
<b>Total operating revenues</b>	<u>711,852</u>	<u>-</u>	<u>1,909,968</u>
<b>OPERATING EXPENSES:</b>			
Personnel services	295,512	-	85,466
Materials and supplies	428,966	28,875	522,697
Insurance	-	-	1,288,083
Depreciation	15,972	13,753	-
<b>Total operating expenses</b>	<u>740,450</u>	<u>42,628</u>	<u>1,896,246</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(28,598)</u>	<u>(42,628)</u>	<u>13,722</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Interest income	554	39	10,455
<b>Total nonoperating revenues</b>	<u>554</u>	<u>39</u>	<u>10,455</u>
<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<u>(28,044)</u>	<u>(42,589)</u>	<u>24,177</u>
<b>TRANSFERS:</b>			
Transfers in	-	-	-
<b>Total transfers</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Changes in net position</b>	<u>(28,044)</u>	<u>(42,589)</u>	<u>24,177</u>
<b>NET POSITION:</b>			
Beginning of year	392,323	82,175	4,742,723
End of year	<u>\$ 364,279</u>	<u>\$ 39,586</u>	<u>\$ 4,766,900</u>

**City of Huntington Park**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2015**

	Employee Benefit	OPEB	Total
<b>OPERATING REVENUES:</b>			
Charges for services	\$ 39,642	\$ 1,501,982	\$ 4,163,444
Other	144	-	144
<b>Total operating revenues</b>	<b>39,786</b>	<b>1,501,982</b>	<b>4,163,588</b>
<b>OPERATING EXPENSES:</b>			
Personnel services	-	-	380,978
Materials and supplies	-	-	980,538
Insurance	67,556	1,471,129	2,826,768
Depreciation	-	-	29,725
<b>Total operating expenses</b>	<b>67,556</b>	<b>1,471,129</b>	<b>4,218,009</b>
<b>OPERATING INCOME (LOSS)</b>	<b>(27,770)</b>	<b>30,853</b>	<b>(54,421)</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Interest income	-	595	11,643
<b>Total nonoperating revenues</b>	<b>-</b>	<b>595</b>	<b>11,643</b>
<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<b>(27,770)</b>	<b>31,448</b>	<b>(42,778)</b>
<b>TRANSFERS:</b>			
Transfers in	-	311,607	311,607
<b>Total transfers</b>	<b>-</b>	<b>311,607</b>	<b>311,607</b>
<b>Changes in net position</b>	<b>(27,770)</b>	<b>343,055</b>	<b>268,829</b>
<b>NET POSITION:</b>			
Beginning of year	(183,626)	-	5,033,595
End of year	<u>\$ (211,396)</u>	<u>\$ 343,055</u>	<u>\$ 5,302,424</u>

**City of Huntington Park**  
**Combining Statement of Cash Flows**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2015**

	Fleet Maintenance	Vehicle and Equipment Replacement	Workers' Compensation Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from users departments	\$ 711,887	\$ -	\$ 1,909,452
Payments to suppliers	(440,645)	(28,875)	(1,815,521)
Payments to employees	(299,057)	-	(83,958)
<b>Net cash provided by (used in) operating activities</b>	<b>(27,815)</b>	<b>(28,875)</b>	<b>9,973</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Payment to other funds	-	-	-
Payment from other funds	-	-	-
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest received	554	51	10,455
<b>Net cash provided by investing activities</b>	<b>554</b>	<b>51</b>	<b>10,455</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(27,261)</b>	<b>(28,824)</b>	<b>20,428</b>
<b>CASH AND CASH EQUIVALENTS:</b>			
Beginning of year	420,953	40,898	5,687,451
End of year	393,692	12,074	\$ 5,707,879
<b>RECONCILIATION OF OPERATING (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>			
Operating (loss)	\$ (28,598)	\$ (42,628)	\$ 13,722
Depreciation	15,972	13,753	-
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
(Increase) decrease in accounts receivable	35	-	(516)
Increase (decrease) in accounts payable	(11,679)	-	(4,741)
Increase (decrease) in accrued payroll	(1,369)	-	1,508
Increase (decrease) in accrued leave payable	(2,176)	-	-
<b>Total adjustments</b>	<b>(15,189)</b>	<b>-</b>	<b>(3,749)</b>
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (27,815)</b>	<b>\$ (28,875)</b>	<b>\$ 9,973</b>

**City of Huntington Park**  
**Combining Statement of Cash Flows (Continued)**  
**All Internal Service Funds**  
**For the Year Ended June 30, 2015**

	Employee Benefit Fund	OPEB Fund	Governmental Activities - Internal Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from users departments	\$ 39,786	\$ 1,502,000	\$ 4,163,125
Payments to suppliers	(75,987)	(1,469,553)	(3,830,581)
Payments to employees	(3,790)	-	(386,805)
<b>Net cash provided by (used in) operating activities</b>	<b>(39,991)</b>	<b>32,447</b>	<b>(54,261)</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Payment to other funds	39,991	-	39,991
Payment from other funds	-	314,135	314,135
<b>Net cash provided by (used in) noncapital financing activities</b>	<b>39,991</b>	<b>314,135</b>	<b>354,126</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest received	-	595	11,655
<b>Net cash provided by investing activities</b>	<b>-</b>	<b>595</b>	<b>11,655</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>-</b>	<b>347,177</b>	<b>311,520</b>
<b>CASH AND CASH EQUIVALENTS:</b>			
Beginning of year	-	-	6,149,302
End of year	<u>\$ -</u>	<u>\$ 347,177</u>	<u>\$ 6,460,822</u>
<b>RECONCILIATION OF OPERATING (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>			
Operating (loss)	\$ (27,770)	30,853	\$ (54,421)
Depreciation	-	-	29,725
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
(Increase) decrease in accounts receivable	-	18	(463)
Increase (decrease) in accounts payable	(8,431)	1,576	(23,275)
Increase (decrease) in accrued payroll	(3,790)	-	(3,651)
Increase (decrease) in accrued leave payable	-	-	(2,176)
<b>Total adjustments</b>	<b>(12,221)</b>	<b>1,594</b>	<b>(29,565)</b>
<b>Net cash provided by (used in) operating activities</b>	<b>\$ (39,991)</b>	<b>\$ 32,447</b>	<b>\$ (54,261)</b>

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# STATISTICAL SECTION

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This part of the City of Huntington Park'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	184
<p>These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.</p>	
Revenue Capacity	194
<p>These schedules contain information to help the reader assess the city's most significant local revenue source, the property tax.</p>	
Debt Capacity	199
<p>These schedules present information to help the reader assess the affordability of the of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.</p>	
Demographic and Economic Information	207
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place.</p>	
Operating Information	210
<p>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.</p>	

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

**City of Huntington Park**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year				
	2006	2007	2008	2009	2010
Governmental activities:					
Invested in capital assets, net of related debt	33,752,080	48,360,018	50,504,711	39,429,070	41,925,935
Restricted	23,131,021	24,139,614	38,723,137	26,635,747	23,065,886
Unrestricted	(137,711,033)	(152,496,772)	(169,715,872)	(148,938,364)	(167,485,978)
Total governmental activities net assets	<u>(80,827,932)</u>	<u>(79,997,140)</u>	<u>(80,488,024)</u>	<u>(82,873,547)</u>	<u>(102,494,157)</u>
Business-type activities:					
Invested in capital assets, net of related debt	14,924,640	16,181,737	16,433,099	16,540,709	16,796,898
Restricted	-	-	-	-	-
Unrestricted	5,585,405	5,611,257	5,437,161	5,447,372	3,364,892
Total business-type activities net assets	<u>20,510,045</u>	<u>21,792,994</u>	<u>21,870,260</u>	<u>21,988,081</u>	<u>20,161,790</u>
Primary government:					
Invested in capital assets, net of related debt	48,676,720	64,541,755	66,937,810	55,969,779	58,722,833
Restricted	23,131,021	24,139,614	38,723,137	26,635,747	23,065,886
Unrestricted	(132,125,628)	(146,885,515)	(164,278,711)	(143,490,992)	(164,121,086)
Total primary government net assets	<u>(60,317,887)</u>	<u>(58,204,146)</u>	<u>(58,617,764)</u>	<u>(60,885,466)</u>	<u>(82,332,367)</u>

Source: City Finance Department

**City of Huntington Park**  
**Net Position by Component (Continued)**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year				
	2011	2012	2013	2014 <sup>(1)</sup>	2015
Governmental activities:					
Invested in capital assets, net of related debt	42,370,024	40,872,320	40,199,209	38,895,289	39,244,799
Restricted	25,989,823	11,959,587	14,454,478	11,187,705	18,356,094
Unrestricted	(179,961,906)	3,870,375	2,584,990	(50,874,318)	(62,353,072)
<b>Total governmental activities net assets</b>	<b>(111,602,059)</b>	<b>56,702,282</b>	<b>57,238,677</b>	<b>(791,324)</b>	<b>(4,752,179)</b>
Business-type activities:					
Invested in capital assets, net of related debt	17,484,720	17,579,641	17,143,164	16,703,286	16,289,940
Restricted	-	-	-	-	-
Unrestricted	1,073,584	(157,944)	1,430,353	1,182,127	2,095,258
<b>Total business-type activities net assets</b>	<b>18,558,304</b>	<b>17,421,697</b>	<b>18,573,517</b>	<b>17,885,413</b>	<b>18,385,198</b>
Primary government:					
Invested in capital assets, net of related debt	59,854,744	58,451,961	57,342,373	55,598,575	55,534,739
Restricted	25,989,823	11,959,587	14,454,478	11,187,705	18,356,094
Unrestricted	(178,888,322)	3,712,431	4,015,343	(49,692,191)	(60,257,814)
<b>Total primary government net assets</b>	<b>(93,043,755)</b>	<b>74,123,979</b>	<b>75,812,194</b>	<b>17,094,089</b>	<b>13,633,019</b>

Note:

<sup>(1)</sup> Unrestricted deficits were restated to reflect implementation of GASB No. 68 and 71.

Source: City Finance Department

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

	Fiscal Year				
	2006	2007	2008	2009	2010
<b>Expenses:</b>					
Governmental activities:					
General government	7,569,344	7,566,171	14,903,038	7,921,074	10,131,265
Public safety	13,771,989	15,731,625	15,946,700	16,333,354	16,942,017
Public works	8,689,165	8,493,393	9,690,430	9,023,648	9,007,145
Community services	1,701,046	2,809,850	3,427,821	2,979,348	3,301,805
Community development	6,892,678	6,820,647	10,236,104	6,953,506	17,201,159
Interest on long-term debt	9,792,357	11,256,296	8,179,476	13,020,990	18,062,079
Total governmental activities expenses	<u>48,416,579</u>	<u>52,677,982</u>	<u>62,383,569</u>	<u>56,231,920</u>	<u>74,645,470</u>
Business-type activities:					
Water	4,087,940	3,452,374	4,522,007	5,032,129	6,187,272
Sewer	233,282	283,578	322,940	349,607	354,626
Solid Waste	197,629	295,841	287,332	294,189	196,563
Total business-type activities expenses	<u>4,518,851</u>	<u>4,031,793</u>	<u>5,132,279</u>	<u>5,675,925</u>	<u>6,738,461</u>
Total primary government expenses	<u>52,935,430</u>	<u>56,709,775</u>	<u>67,515,848</u>	<u>61,907,845</u>	<u>81,383,931</u>
<b>Program revenues:</b>					
Governmental activities:					
Charges for services:					
General government	1,246,860	1,642,557	2,297,092	2,363,712	4,242,351
Public safety	2,105,952	1,858,610	2,804,384	2,588,983	2,325,230
Public works	1,337,594	1,396,146	747,050	156,719	255,895
Community services	393,355	408,728	509,136	734,891	847,982
Community development	544,720	618,831	1,248,185	1,295,097	1,283,804
Operating grants and contributions	5,199,227	6,378,628	5,804,978	7,167,500	8,666,335
Capital grants and contributions	3,686,738	3,187,473	3,044,238	334,963	259,939
Total governmental activities program revenues	<u>14,514,446</u>	<u>15,490,973</u>	<u>16,455,063</u>	<u>14,641,865</u>	<u>17,881,536</u>
Business-type activities:					
Charges for services:					
Water	4,740,441	4,813,066	4,686,335	4,883,300	4,318,781
Sewer	379,006	383,512	367,477	336,186	341,158
Solid Waste	118,751	125,261	128,080	132,565	151,403
Operating grants and contributions	35,797	30,993	41,739	453,092	14,936
Capital grants and contributions	-	-	-	-	191,897
Total business-type activities program revenues	<u>5,273,995</u>	<u>5,352,832</u>	<u>5,223,631</u>	<u>5,805,143</u>	<u>5,018,175</u>
Total primary government program revenues	<u>19,788,441</u>	<u>20,843,805</u>	<u>21,678,694</u>	<u>20,447,008</u>	<u>22,899,711</u>
<b>Net revenues (expenses):</b>					
Governmental activities	(33,902,133)	(37,187,009)	(45,928,506)	(41,590,055)	(56,763,934)
Business-type activities	755,144	1,321,039	91,352	129,218	(1,720,286)
Total net revenues (expenses)	<u>(33,146,989)</u>	<u>(35,865,970)</u>	<u>(45,837,154)</u>	<u>(41,460,837)</u>	<u>(58,484,220)</u>

**City of Huntington Park**  
**Changes in Net Position (Continued)**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>Expenses:</b>					
Governmental activities:					
General government	8,195,158	7,408,478	3,261,534	6,798,376	5,734,990
Public safety	16,288,182	17,470,158	19,375,996	19,803,125	17,675,796
Public works	9,381,142	9,531,593	9,466,770	8,844,250	10,586,095
Community services	3,245,733	2,974,883	3,033,319	2,709,093	3,147,657
Community development	11,872,378	9,351,165	5,608,525	4,554,443	4,213,367
Interest on long-term debt	13,745,107	4,226,594	1,644,013	1,370,239	1,347,012
Total governmental activities expenses	<u>62,727,700</u>	<u>50,962,871</u>	<u>42,390,157</u>	<u>44,079,526</u>	<u>42,704,917</u>
Business-type activities:					
Water	5,448,673	5,633,636	4,363,525	5,615,913	4,822,110
Sewer	867,534	239,677	392,716	332,070	224,906
Solid Waste	232,150	129,012	138,546	112,879	165,871
Total business-type activities expenses	<u>6,548,357</u>	<u>6,002,325</u>	<u>4,894,787</u>	<u>6,060,862</u>	<u>5,212,887</u>
Total primary government expenses	<u>69,276,057</u>	<u>56,965,196</u>	<u>47,284,944</u>	<u>50,140,388</u>	<u>47,917,804</u>
<b>Program revenues:</b>					
Governmental activities:					
Charges for services:					
General government	3,355,886	3,480,292	3,726,111	3,232,083	2,065,070
Public safety	2,377,785	2,042,596	1,777,525	1,783,042	1,864,523
Public works	123,882	119,038	216,216	157,274	212,245
Community services	633,813	645,245	691,800	615,523	725,014
Community development	1,182,626	1,236,244	1,136,729	1,167,459	1,082,603
Operating grants and contributions	7,634,221	8,541,045	6,276,304	6,000,174	7,667,869
Capital grants and contributions	-	-	-	-	-
Total governmental activities program revenues	<u>15,308,213</u>	<u>16,064,460</u>	<u>13,824,685</u>	<u>12,955,555</u>	<u>13,617,324</u>
Business-type activities:					
Charges for services:					
Water	4,249,282	4,070,052	5,153,893	5,850,581	5,462,691
Sewer	325,163	326,470	328,996	327,254	301,962
Solid Waste	159,501	139,978	164,113	163,850	140,663
Operating grants and contributions	75,661	292,214	-	-	-
Capital grants and contributions	-	-	-	-	-
Total business-type activities program revenues	<u>4,809,607</u>	<u>4,828,714</u>	<u>5,647,002</u>	<u>6,341,685</u>	<u>5,905,316</u>
Total primary government program revenues	<u>20,117,820</u>	<u>20,893,174</u>	<u>19,471,687</u>	<u>19,297,240</u>	<u>19,522,640</u>
<b>Net revenues (expenses):</b>					
Governmental activities	(47,419,487)	(34,898,411)	(28,565,472)	(31,123,971)	(29,087,593)
Business-type activities	<u>(1,738,750)</u>	<u>(1,173,611)</u>	<u>752,215</u>	<u>280,823</u>	<u>692,429</u>
Total net revenues (expenses)	<u>(49,158,237)</u>	<u>(36,072,022)</u>	<u>(27,813,257)</u>	<u>(30,843,148)</u>	<u>(28,395,164)</u>

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

	Fiscal Year				
	2006	2007	2008	2009	2010
General revenues and other changes in net assets:					
Governmental activities:					
Taxes:					
Property taxes	13,798,209	15,584,471	19,745,557	13,517,895	15,373,839
Motor vehicle in lieu tax	4,584,517	4,833,395	4,746,791	5,022,115	4,991,089
Sales tax	5,102,823	5,051,694	7,258,290	5,679,730	5,325,737
In lieu sales tax	1,414,721	2,425,768	1,444,374	1,697,425	1,036,404
Franchise	616,012	643,875	648,097	659,540	617,944
Utility	4,047,951	4,437,893	4,433,574	4,636,735	4,716,341
Other taxes	57,320	122,822	72,042	386,784	389,703
Parking meter	1,354,440	1,339,029	2,230,484	2,085,363	2,085,363
Supplemental subvention	105,493	117,024	518,489	500,000	275,652
Investment income	1,061,075	2,962,108	2,561,394	2,910,403	2,175,887
Other	680,364	299,722	1,568,531	998,542	907,504
Sale of assets	-	-	-	-	-
Transfer to Successor Agency	-	-	-	-	-
Transfers	185,000	200,000	210,000	220,000	220,000
Extraordinary Item	-	-	-	-	-
Total governmental activities	<u>33,007,925</u>	<u>38,017,801</u>	<u>45,437,623</u>	<u>38,314,532</u>	<u>38,115,463</u>
Business-type activities:					
Investment income	442,514	10,169	174,583	188,245	94,274
Other	1,944	151,741	21,331	20,358	19,721
Transfers	<u>(185,000)</u>	<u>(200,000)</u>	<u>(210,000)</u>	<u>(220,000)</u>	<u>(220,000)</u>
Total business-type activities	<u>259,458</u>	<u>(38,090)</u>	<u>(14,086)</u>	<u>(11,397)</u>	<u>(106,005)</u>
Total primary government	<u>33,267,383</u>	<u>37,979,711</u>	<u>45,423,537</u>	<u>38,303,135</u>	<u>38,009,458</u>
Changes in net assets					
Governmental activities	(894,208)	830,792	(490,883)	(3,275,523)	(18,648,471)
Business-type activities	<u>1,014,602</u>	<u>1,282,949</u>	<u>77,266</u>	<u>117,821</u>	<u>(1,826,291)</u>
Total primary government	<u>120,394</u>	<u>2,113,741</u>	<u>(413,617)</u>	<u>(3,157,702)</u>	<u>(20,474,762)</u>

Source: City Finance Department

**City of Huntington Park**  
**Changes in Net Position (Continued)**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year				
	2011	2012	2013	2014	2015
General revenues and other changes in net assets:					
Governmental activities:					
Taxes:					
Property taxes	14,640,143	13,223,844	7,493,285	6,121,647	3,875,363
Motor vehicle in lieu tax	4,782,510	4,780,123	4,827,816	4,987,850	5,164,158
Sales tax	6,377,406	6,518,106	6,659,850	7,184,663	7,791,895
In lieu sales tax	1,273,544	1,424,304	1,432,117	1,420,873	1,718,876
Franchise	647,472	636,094	600,333	924,430	1,046,428
Utility	5,866,108	5,523,882	5,678,820	5,742,027	5,845,750
Other taxes	968,396	421,016	434,569	-	-
Parking meter	-	-	-	-	-
Supplemental subvention	-	-	-	-	-
Investment income	1,637,914	245,456	123,089	54,437	76,017
Other	2,118,092	611,693	52,010	237,656	209,917
Sale of assets	-	-	2,601,479	-	-
Transfer to Successor Agency	-	-	-	-	(821,666)
Transfers	-	-	(332,697)	220,000	220,000
Extraordinary Item	-	169,818,234	-	-	-
Total governmental activities	<u>38,311,585</u>	<u>203,202,752</u>	<u>29,570,671</u>	<u>26,893,583</u>	<u>25,126,738</u>
Business-type activities:					
Investment income	14,483	5,087	4,120	5,621	5,500
Other	120,781	31,917	62,788	21,457	21,856
Transfers	-	-	332,697	(220,000)	(220,000)
Total business-type activities	<u>135,264</u>	<u>37,004</u>	<u>399,605</u>	<u>(192,922)</u>	<u>(192,644)</u>
Total primary government	<u>38,446,849</u>	<u>203,239,756</u>	<u>29,970,276</u>	<u>26,700,661</u>	<u>24,934,094</u>
Changes in net assets					
Governmental activities	(9,107,902)	168,304,341	1,005,199	(4,230,388)	(3,960,855)
Business-type activities	(1,603,486)	(1,136,607)	1,151,820	87,901	499,785
Total primary government	<u>(10,711,388)</u>	<u>167,167,734</u>	<u>2,157,019</u>	<u>(4,142,487)</u>	<u>(3,461,070)</u>

Source: City Finance Department

**City of Huntington Park**  
**Fund Balances of Governmental Funds for Last Ten Years**

	Fiscal Year				
	2006	2007	2008	2009	2010
<b>General Fund</b>					
Reserved	\$ 20,410,380	\$ 23,246,047	\$ 22,929,771	\$ 22,906,852	\$ 22,612,598
Unreserved	10,467,272	6,211,242	9,034,537	10,209,607	8,379,209
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total General Fund	<u>30,877,652</u>	<u>29,457,289</u>	<u>31,964,308</u>	<u>33,116,459</u>	<u>30,991,807</u>
<b>All Other Governmental Funds</b>					
Reserved	32,972,739	47,670,744	45,480,411	44,257,463	42,156,353
Unreserved, reported in:					
Special revenue funds	27,819,219	27,611,233	26,290,833	24,967,238	22,130,339
Capital projects funds	(1,890,427)	(926,334)	(4,202,293)	(698,759)	(2,851,513)
Debt service funds	(55,708,530)	(61,900,822)	(63,765,665)	(64,733,295)	(73,327,151)
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total All Other Governmental Funds	<u>3,193,001</u>	<u>12,454,821</u>	<u>3,803,286</u>	<u>3,792,647</u>	<u>(11,891,972)</u>

Note: The City of Huntington Park elected to present fund balance information under GASB#54 prospectively in the Statistical Section

**City of Huntington Park**  
**Fund Balances of Governmental Funds for Last Ten Years (Continued)**

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>General Fund</b>					
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-
Nonspendable	2,210,179	45,373	650	650	216,450
Restricted	-	-	-	-	-
Committed	-	-	-	-	1,000,000
Assigned	-	-	-	-	-
Unassigned	9,153,901	15,977,450	11,612,642	11,254,039	7,901,067
Total General Fund	<u>11,364,080</u>	<u>16,022,823</u>	<u>11,613,292</u>	<u>11,254,689</u>	<u>9,117,517</u>
<b>All Other Governmental Funds</b>					
Reserved	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Debt service funds	-	-	-	-	-
Nonspendable	35,610,658	10,010	8,282	8,282	-
Restricted	27,990,461	7,706,817	16,808,499	9,320,367	18,356,094
Committed	-	-	-	-	54,792
Assigned	-	-	-	-	-
Unassigned	(79,415,388)	(1,671,932)	(969,075)	(1,129,305)	(182,841)
Total All Other Governmental Funds	<u>(15,814,269)</u>	<u>6,044,895</u>	<u>15,847,706</u>	<u>8,199,344</u>	<u>18,228,045</u>

Note: The City of Huntington Park elected to present fund balance information under GASB#54 prospectively in the Statistical Section

**City of Huntington Park**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	Fiscal Year				
	2006	2007	2008	2009	2010
<b>Revenues:</b>					
Taxes	25,037,036	28,266,523	33,601,936	30,985,995	32,271,559
Licenses and permits	1,941,962	1,922,670	1,818,592	1,969,768	2,005,327
Fines and forfeitures	1,894,223	1,750,229	2,386,254	2,246,561	1,987,494
Use of money and property	1,209,451	3,144,299	2,518,555	1,572,667	853,250
Intergovernmental	13,185,593	14,454,974	12,509,369	11,229,777	11,596,106
Charges for services	3,388,742	3,476,787	4,261,736	4,406,830	4,215,952
Interfund charges	684,174	1,363,798	6,098,629	6,232,316	1,284,039
Other	1,999,076	722,011	2,687,716	2,098,330	7,341,289
Total revenues	<u>49,340,257</u>	<u>55,101,291</u>	<u>65,882,787</u>	<u>60,742,244</u>	<u>61,555,016</u>
<b>Expenditures</b>					
<b>Current:</b>					
General government	7,646,065	7,933,501	14,360,372	12,976,827	14,174,935
Public safety	13,293,068	15,067,682	15,104,932	15,679,695	16,264,466
Public works	6,659,033	6,879,908	7,455,249	6,636,892	6,859,393
Community services	1,610,030	2,682,181	3,311,487	2,855,125	3,173,041
Community development	6,835,708	8,477,421	7,679,446	6,516,548	16,328,082
Pass through to other agencies	45,566	90,278	570,973	399,097	375,593
Capital outlay	2,607,119	13,337,662	7,282,239	4,822,188	5,586,603
<b>Debt service:</b>					
Principal retirement	3,440,532	10,576,895	15,585,667	4,386,382	6,262,841
Interest and fiscal charges	11,192,321	6,677,436	7,454,938	6,437,978	10,559,333
Bond issue costs	17,315	140,000	7,000	-	-
Total expenditures	<u>53,346,757</u>	<u>71,862,964</u>	<u>78,812,303</u>	<u>60,710,732</u>	<u>79,584,287</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,006,500)</u>	<u>(16,761,673)</u>	<u>(12,929,516)</u>	<u>31,512</u>	<u>(18,029,271)</u>
<b>Other financing sources (uses):</b>					
Proceeds from loan issuance	17,904,956	24,653,129	6,575,000	-	-
Transfers in	11,436,176	12,263,450	4,874,003	11,720,756	7,420,949
Transfers out	(11,465,031)	(12,313,449)	(4,664,003)	(11,500,756)	(7,200,949)
Transfer to Successor Agency	-	-	-	-	-
Payment to escrow agent	-	-	-	-	-
Repayment of notes	-	-	-	-	-
Total other financing sources (uses)	<u>17,876,101</u>	<u>24,603,130</u>	<u>6,785,000</u>	<u>220,000</u>	<u>220,000</u>
Net change in fund balances	<u>13,869,601</u>	<u>7,841,457</u>	<u>(6,144,516)</u>	<u>251,512</u>	<u>(17,809,271)</u>
<b>Debt service as a percentage of noncapital expenditures</b>					
	28.7%	30.0%	31.2%	19.3%	22.5%

Source: City Finance Department

**City of Huntington Park**  
**Changes in Fund Balances of Governmental Funds (Continued)**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	Fiscal Year				
	2011	2012	2013	2014	2015
<b>Revenues:</b>					
Taxes	38,336,947	32,527,369	26,436,623	20,953,583	20,405,404
Licenses and permits	1,757,220	1,794,342	2,487,955	2,675,805	2,722,164
Fines and forfeitures	2,093,146	1,799,092	1,572,427	1,551,810	1,291,312
Use of money and property	319,448	214,718	104,608	56,897	128,705
Intergovernmental	7,184,291	8,194,479	5,743,636	10,526,347	10,587,623
Charges for services	3,897,067	3,988,545	3,998,378	4,071,070	3,661,636
Interfund charges	2,160,428	775,004	3,145,823	421,650	-
Other	7,689,193	1,910,471	1,496,649	1,496,992	2,001,218
Total revenues	<u>63,437,740</u>	<u>51,204,020</u>	<u>44,986,099</u>	<u>41,754,154</u>	<u>40,798,062</u>
<b>Expenditures</b>					
<b>Current:</b>					
General government	14,344,657	7,462,872	4,680,822	7,081,699	4,607,068
Public safety	15,605,975	15,276,824	17,091,392	17,747,264	16,927,130
Public works	7,100,592	6,783,407	7,302,787	6,910,485	7,718,699
Community services	3,116,084	2,755,936	2,822,416	2,510,172	2,932,895
Community development	7,878,855	7,831,704	3,940,893	3,476,019	3,226,981
Pass through to other agencies	3,391,334	-	-	-	-
Capital outlay	3,808,666	3,465,866	2,491,517	2,914,708	1,879,888
Debt service:				-	
Principal retirement	5,122,931	5,976,568	2,145,594	7,812,707	1,962,502
Interest and fiscal charges	5,908,670	4,148,109	1,668,836	1,528,065	1,419,758
Bond issue costs	-	-	-	-	-
Total expenditures	<u>66,277,764</u>	<u>53,701,286</u>	<u>42,144,257</u>	<u>49,981,119</u>	<u>40,674,921</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,840,024)</u>	<u>(2,497,266)</u>	<u>2,841,842</u>	<u>(8,226,965)</u>	<u>123,141</u>
<b>Other financing sources (uses):</b>					
Proceeds from loan issuance	-	-	-	-	800,000
Transfers in	5,154,358	65,221	5,187,441	870,000	3,218,881
Transfers out	(5,154,358)	(65,221)	(5,520,138)	(650,000)	(3,310,488)
Transfer to Successor Agency	-	-	-	-	(821,666)
Payment to escrow agent	-	24,202,277	-	-	-
Repayment of notes	-	(8,433,593)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>15,768,684</u>	<u>(332,697)</u>	<u>220,000</u>	<u>(113,273)</u>
Net change in fund balances	<u>(2,840,024)</u>	<u>13,271,418</u>	<u>2,509,145</u>	<u>(8,006,965)</u>	<u>9,868</u>
<b>Debt service as a percentage of noncapital expenditures</b>					
	17.9%	20.7%	10.2%	20.7%	9.4%

Source: City Finance Department

**City of Huntington Park**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**  
**(in thousands of dollars)**

Fiscal Year Ended June 30	Residential	Commerical	Industrial	Institutional	Recreational	Vacant Land
2006	1,175,103	442,183	187,758	12,483	12,952	18,696
2007	1,297,799	467,176	199,473	12,572	17,605	16,574
2008	1,427,170	490,808	215,450	28,335	19,866	16,950
2009	1,495,042	530,927	230,221	36,697	20,280	16,406
2010	1,433,846	552,360	239,580	36,302	20,686	12,807
2011	1,359,615	550,717	243,284	23,248	14,088	11,996
2012	1,356,052	548,295	237,675	31,505	12,547	14,676
2013	1,359,583	565,004	245,171	22,287	14,032	24,391
2014	1,404,959	578,391	257,446	28,971	14,283	14,035
2015	1,464,777	578,829	264,662	41,274	16,979	14,479

(1) - Taxable assessed value equals the assessed value less exemption amounts.

**NOTE:**

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

Source: Los Angeles County Assessor's Office

**City of Huntington Park**  
**Assessed Value and Estimated Actual Value of Taxable Property (Continued)**  
**Last Ten Fiscal Years**  
**(in thousands of dollars)**

Fiscal Year Ended June 30	Other Secured	Unsecured	Exemptions	Assessed Value	Taxable Assessed Value (1)	Total Direct Tax Rate
2006	8,318	97,817	20,398	1,977,714	1,957,316	0.2835%
2007	8,568	113,366	21,511	2,156,651	2,135,140	0.2835%
2008	3,361	114,199	21,315	2,339,462	2,318,147	0.2835%
2009	3,631	117,237	21,003	2,473,453	2,452,450	0.2835%
2010	3,291	136,319	30,194	2,467,395	2,437,201	0.2835%
2011	3,510	126,905	29,891	2,365,265	2,335,374	0.2835%
2012	3,466	127,982	28,941	2,361,139	2,332,198	0.7398%
2013	3,153	117,569	-	2,355,463	2,355,463	0.7407%
2014	29,658	121,229	-	2,422,376	2,422,376	0.7350%
2015		122,534	-	2,506,549	2,506,549	0.7350%

(1) - Taxable assessed value equals the assessed value less exemption amounts.

NOTE:

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

Source: Los Angeles County Assessor's Office

**City of Huntington Park**  
**Direct and Overlapping Property Tax Rates**  
**(Rate per \$100 of assessed value)**  
**Last Ten Fiscal Years**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
City Direct Rates:					
City's share of 1% levy per prop 13	\$ 0.0765	\$ 0.0765	\$ 0.0765	\$ 0.0765	\$ 0.0735
General obligation debt rate	0.2100	0.2100	0.2100	0.2100	0.2100
Overlapping Rates:					
Detention Facilities 1987 Debt	0.0008	0.0007	-	-	-
L.A. Co. Fl. Con. Storm Dr. D.S. #4	-	-	-	-	-
Flood Con. Ref. Bonds 1993 Ds	-	-	-	-	-
L.A. County Flood Control	0.0080	0.0080	0.0080	0.0080	0.0080
Central Basin MWD	0.0052	0.0047	0.0045	0.0043	0.0430
L.A. County Comm. College District	0.0409	0.0482	0.0353	0.0488	0.0231
Los Angeles Unified School District	0.2804	0.3028	0.3193	0.3221	0.3478
Los Angeles County General	0.2585	0.2585	0.2585	0.2585	0.2585
Educational Augmentation Fund	0.2334	0.2334	0.2334	0.2334	0.2334
Los Angeles Consolidated Fire District	0.1547	0.1547	0.1547	0.1547	0.1547
L.A. County Library	0.0199	0.0199	0.0199	0.0199	0.0199
County Sanitation District #1	0.0130	0.0130	0.0130	0.0130	0.0130
L.A. County Ffw	0.0059	0.0059	0.0059	0.0059	0.0059
Los Angeles Childrens Center Fd	0.0032	0.0032	0.0032	0.0032	0.0032
Childrens Instil Tuition Fund	0.0025	0.0025	0.0025	0.0025	0.0025
L.A. Co. Fl. Con. Imp. Dist.	0.0014	0.0014	0.0014	0.0014	0.0014
County School Services	0.0013	0.0013	0.0013	0.0013	0.0013
Dev. Ctr. Hdcpd Minor - IA Unif.	0.0011	0.0011	0.0011	0.0011	0.0011
Greater L.A. Co. Vector Control	0.0003	0.0003	0.0003	0.0003	0.0003
L.A. Comm. Coll. Childrens Ctr Fd	0.0003	0.0003	0.0003	0.0003	0.0003
Wtr Replenishment Dist of So Cal	0.0002	0.0002	0.0002	0.0002	0.0002
L.A. County Accum Cap Outlay	0.0001	0.0001	0.0001	0.0001	0.0001
Co. Sch. Serv. Fd. - Los Angeles	0.0001	0.0001	0.0001	0.0001	0.0001
<b>Total Direct Rate &amp; Overlapping Rates</b>	<u>1.3177</u>	<u>1.3467</u>	<u>1.3495</u>	<u>1.3656</u>	<u>1.4013</u>

NOTE:

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

Source: Los Angeles County Assessor's Office

**City of Huntington Park**  
**Direct and Overlapping Property Tax Rates (Continued)**  
**(Rate per \$100 of assessed value)**  
**Last Ten Fiscal Years**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
City Direct Rates:					
City's share of 1% levy per prop 13	0.0735	0.0735	0.0735	0.0735	0.0735
General obligation debt rate	0.2100	0.2100	0.2100	0.2100	0.2100
Overlapping Rates:					
Detention Facilities 1987 Debt	-				
L.A. Co. Fl. Con. Storm Dr. D.S. #4	-				
Flood Con. Ref. Bonds 1993 Ds	-				
L.A. County Flood Control	0.0080	0.0080	0.0080	0.0080	0.0080
Central Basin MWD	0.0037	0.0037	0.0037	0.0037	0.0037
L.A. County Comm. College District	0.0403	0.0403	0.0266	0.0266	0.0266
Los Angeles Unified School District	0.1960	0.1960	0.1960	0.1960	0.1960
Los Angeles County General	0.2585	0.2585	0.2585	0.2585	0.2585
Educational Augmentation Fund	0.2334	0.2334	0.2334	0.2334	0.1578
Los Angeles Consolidated Fire District	0.1547	0.1547	0.1547	0.1547	0.1547
L.A. County Library	0.0199	0.0199	0.0199	0.0199	0.0199
County Sanitation District #1	0.0130	0.0130	0.0130	0.0130	0.0130
L.A. County Ffw	0.0059	0.0059	0.0059	0.0059	0.0059
Los Angeles Childrens Center Fd	0.0032	0.0032	0.0032	0.0032	0.0032
Childrens Instil Tuition Fund	0.0025	0.0025	0.0025	0.0025	0.0025
L.A. Co. Fl. Con. Imp. Dist.	0.0014	0.0014	0.0014	0.0014	0.0014
County School Services	0.0013	0.0013	0.0013	0.0013	0.0013
Dev. Ctr. Hdcpd Minor - IA Unif.	0.0011	0.0011	0.0011	0.0011	0.0011
Greater L.A. Co. Vector Control	0.0003	0.0003	0.0003	0.0003	0.0003
L.A. Comm. Coll. Childrens Ctr Fd	0.0003	0.0003	0.0003	0.0003	0.0003
Wtr Replenishment Dist of So Cal	0.0002	0.0002	0.0002	0.0002	0.0002
L.A. County Accum Cap Outlay	0.0001	0.0001	0.0001	0.0001	0.0001
Co. Sch. Serv. Fd. - Los Angeles	<u>0.0001</u>	<u>0.0001</u>	<u>0.0001</u>	<u>0.0001</u>	<u>0.0001</u>
Total Direct Rate & Overlapping Rates	<u>1.2274</u>	<u>1.2274</u>	<u>1.2137</u>	<u>1.2138</u>	<u>1.1381</u>

NOTE:

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

Source: Los Angeles County Assessor's Office

**City of Huntington Park  
Principal Property Tax Payers  
Current Year and Nine Years Ago**

Taxpayer	2015			Taxpayer	2006		
	Taxable Assessed Value	% of Total City Assessed Value	Rank		Taxable Assessed Value	% of Total City Assessed Value	Rank
Crown Poly Inc	26,733,708	1.07%	1	Whitten Properties	18,941,400	0.94%	1
RHA Partners Limited	20,871,790	0.83%	2	RHA Partners Limited	16,164,798	0.80%	2
Pacific Imedra Partners LLC	19,664,100	0.78%	3	City Housing Rugby Assoc.	15,194,810	0.75%	3
Huntington Park 607	17,277,895	0.69%	4	LA Unfied School District	12,373,895	0.61%	4
MP Investors LLC	16,929,792	0.68%	5	Mesob Investment	12,224,700	0.61%	5
Home Depot USA INC	16,162,292	0.64%	6	Imedra No 5900 Family LP	12,186,730	0.60%	6
Abraham and Atiye Sengul Trust	12,384,970	0.49%	7	Crown Poly Inc.	11,525,295	0.57%	7
Prime CRDF Las palmas LLC	11,949,418	0.48%	8	Rita Partners	10,293,994	0.51%	8
Rita Partners	11,705,205	0.47%	9	Chin Star Inc.	10,200,000	0.51%	9
6700 Alameda HPCA LLC	11,398,033	0.45%	10	Primestor Las Palmas LLC	10,100,000	0.50%	10

Source: Los Angeles County Assessor and HdL Coren & Cone

**City of Huntington Park**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	Governmental Activities				
	Lease Revenue Bonds	Tax Allocation Bonds	Notes , Loans and Agreements	Section 108 Loan	Installment Sale Agreement
2006	70,370,000	3,250,000	81,904,182	2,165,000	10,000,000
2007	67,031,074	3,250,000	98,044,787	9,159,000	10,000,000
2008	55,166,116	-	114,457,692	8,974,000	9,905,458
2009	51,806,917	-	124,943,855	8,769,000	9,699,182
2010	48,377,813	-	132,602,298	8,151,000	9,461,747
2011	44,838,107	-	144,305,106	7,518,000	9,190,979
2012	1,757,072		3,746,060	6,865,000	8,884,579
2013	1,373,113		3,715,659	6,192,000	8,540,113
2014	972,095		3,681,075	-	8,155,008
2015	552,351		3,466,785		7,726,540

<sup>1</sup> - Where available, these ratios are calculated using the official demographic estimate as of January 1st of each calendar year.

N/A - Not available

Notes:

Details regarding the City's outstanding debt can be found in the notes to the financial statements

No debt was issued in the business-type activities

Source: City Finance Department

**City of Huntington Park**  
**Ratios of Outstanding Debt by Type (Continued)**  
**Last Ten Fiscal Years**

Fiscal Year Ended June 30	Governmental Activities				Debt Per Capita <sup>1</sup>
	Pension Obligation Bonds	Capital Leases	Total Governmental Activities	Percentage of Personal Income	
2006	23,050,000	54,360	190,795,548	27.61%	2,964
2007	23,000,000	1,098	210,487,966	29.63%	3,274
2008	22,850,000	-	211,355,274	29.56%	3,289
2009	22,600,000	-	217,820,963	31.05%	3,384
2010	22,200,000	-	220,794,868	29.24%	3,438
2011	21,700,000	-	227,554,203	30.89%	3,901
2012	21,000,000		42,254,723	5.80%	721
2013	20,400,000		40,222,898	5.42%	686
2014	19,600,000		32,410,192	4%	549
2015	18,700,000		30,447,691	4%	513

<sup>1</sup> - Where available, these ratios are calculated using the official demographic estimate as of January 1st of each calendar year.

N/A - Not available

Notes:

Details regarding the City's outstanding debt can be found in the notes to the financial statements

No debt was issued in the business-type activities

Source: City Finance Department

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

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount *	Percent of Levy*
2006	13,375,271	12,575,027	94.02%	1,223,182	13,798,209	103.16%
2007	15,274,437	14,896,843	97.53%	687,628	15,584,471	102.03%
2008	17,053,964	18,841,249	110.48%	904,308	19,745,557	115.78%
2009	18,496,794	18,004,516	97.34%	950,615	18,955,131	102.48%
2010	18,107,004	17,179,824	94.88%	955,585	18,135,409	100.16%
2011	17,404,739	16,384,223	94.14%	819,710	17,203,933	98.85%
2012	1,223,609	1,155,220	94.41%	218,220	1,373,440	112.25%
2013	756,317	745,845	98.62%	10,471	756,317	100.00%
2014	770,189	770,189	100.00%	117,456	887,645	115.25%
2015	780,774	780,774	100.00%	153,477	934,251	119.66%

Note:

The amounts presented include City property taxes and Community Development Commission tax increment. This schedule also includes amounts collected by the City and Redevelopment Agency that were passed-through to other agencies.

\* Total collection may include such items as supplemental assessments, prior year delinquencies, penalties, and tax payer refunds, which may cause the percent of levy to exceed 100%.

N/A - The information was not available.

Source:

Los Angeles County Auditor Controller's Office  
City Finance Department

**City of Huntington Park**  
**Ratio of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**  
**(In Thousands, except Per Capita)**

Fiscal Year Ended June 30	Outstanding General Bonded Debt			Percent of Assessed Value <sup>1</sup>	Net Bonded Debt per Capita
	Pension Obligation Bonds	Tax Allocation Bonds	Total		
2006	23,050	3,250	26,300	1.34%	409
2007	23,000	3,250	26,250	1.23%	408
2008	22,850	-	22,850	0.99%	356
2009	22,600	-	22,600	0.92%	351
2010	22,200	-	22,200	0.91%	346
2011	21,700	-	21,700	0.93%	372
2012	21,100	-	21,100	0.90%	360
2013	20,400	-	20,400	0.87%	348
2014	19,600	-	19,600	0.81%	332
2015	18,700	-	18,700	0.75%	315

<sup>1</sup> Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

N/A - Not available

Note:

General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds (of which, the City has none).

Source: City Finance Department

**City of Huntington Park**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**  
**(in thousands of dollars)**

	Fiscal Year				
	2006	2007	2008	2009	2010
Assessed valuation <sup>1</sup>	1,975,708	2,154,644	2,337,454	2,473,453	2,467,395
Conversion percentage	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>
Adjusted assessed valuation	493,927	538,661	584,364	618,363	616,849
Debt limit percentage	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>
Debt limit	74,089	80,799	87,655	92,754	92,527
Total net debt applicable to limit:					
General obligation bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>74,089</u>	<u>80,799</u>	<u>87,655</u>	<u>92,754</u>	<u>92,527</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

Note:

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

Source: City Finance Department  
Los Angeles County Tax Assessor's Office

**City of Huntington Park**  
**Legal Debt Margin Information (Continued)**  
**Last Ten Fiscal Years**  
**(in thousands of dollars)**

	2011	2012	2013	2014	2015
Assessed valuation <sup>1</sup>	2,365,265	2,361,139	2,355,463	2,422,376	2,506,549
Conversion percentage	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>	<u>25%</u>
Adjusted assessed valuation	591,316	590,285	588,866	605,594	626,637
Debt limit percentage	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>	<u>15%</u>
Debt limit	88,697	88,543	88,330	90,839	93,996
Total net debt applicable to limit: General obligation bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin	<u>88,697</u>	<u>88,543</u>	<u>88,330</u>	<u>90,839</u>	<u>93,996</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

Note:

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

Source: City Finance Department  
Los Angeles County Tax Assessor's Office

**City of Huntington Park  
Direct and Overlapping Debt  
June 30, 2015**

City Assessed Valuation	\$ 2,506,549,055		
Redevelopment Agency Incremental Valuation	(1,288,497,392)		
Adjusted Assessed Valuation	<u>\$ 1,218,051,663</u>		
	<u>Outstanding</u>	<u>Percentage</u>	<u>City's Share of</u>
	6/30/2015	Applicable <sup>1</sup>	Debt 6/30/15
<b>Overlapping Debt Repaid with Property Taxes:</b>			
Los Angeles County Flood Control District	15,105,000	0.213%	32,174
Metropolitan Water District	110,420,000	0.108%	119,254
Los Angeles Community College District	3,882,265,000	0.380%	14,752,607
Los Angeles Unified School District	10,296,665,000	0.470%	48,394,326
Los Angeles County Parks and Open Space Assessment District	82,880,000	0.209%	173,219
Total overlapping debt	<u>\$ 14,387,335,000</u>		<u>\$ 63,471,579</u>
<b>Direct and overlapping General Fund Debt</b>			
Los Angeles County General Fund Obligations	1,885,330,518	0.209%	3,940,341
Los Angeles County Superintendent of Schools Participation Obligation	8,719,113	0.209%	18,223
Los Angeles County Sanitation District No.1 Authority	12,535,558	10.221%	1,281,259
Los Angeles Unified School District Certificate of Participation	307,180,000	0.4700%	1,443,746
City of Huntington Park Lease Revenue Bonds	<b>552,351</b>	100.0000%	<b>552,351</b>
City of Huntington Park Assessment Bonds	<b>7,726,541</b>	100.0000%	<b>7,726,541</b>
City of Huntington Park Pension Obligation Bonds	<b>18,700,000</b>	100.0000%	<b>18,700,000</b>
Total Gross Direct and Overlapping General Fund Debt	<u>\$ 2,240,744,081</u>		<u>\$ 33,662,461</u>
Less: Los Angeles County General Fund Obligation supported by landfill revenues			(9,499)
Less: Los Angeles Unified School District QZABs supported by periodic payments to investment accounts			<u>(80,327)</u>
Total Net Direct and Overlapping General Fund Debt			<u>\$ 33,572,635</u>
Overlapping Tax Increment Debt (Successor Agency):	\$ 40,099,770	100%	\$ 40,099,770
<b>TOTAL CITY DIRECT DEBT</b>			<b>\$ 26,978,892</b>
TOTAL GROSS OVERLAPPING DEBT			\$110,254,918
TOTAL NET OVERLAPPING DEBT			\$110,245,419
GROSS COMBINED TOTAL DEBT			\$137,233,810
NET COMBINED TOTAL DEBT			\$137,143,984
Total direct and overlapping debt			\$137,233,810

Notes:

<sup>1</sup> For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

<sup>2</sup> Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bond capital lease obligations.

Ratios to 2014-2015 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	2.53%
<b>Total Direct Debt (\$26,978,892)</b>	<b>1.08%</b>
Gross Combined Total Debt	5.48%
Net Combined Total Debt	5.47%

Ratios to Redevelopment Successor Agency Incremental Valuation (\$1,288,497,392):

Total Overlapping Tax Increment Debt	3.11%
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Source: HdL Coren and Cone, Los Angeles County Assessor and Auditor, California Municipal Statistic, Inc.

**City of Huntington Park  
Pledged-Revenue Coverage  
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Tax Allocation Bonds			
	Tax Increment	Debt Service		Coverage
		Principal	Interest	
2006	8,607,664		201,500	42.72
2007	10,183,611	-	201,500	50.54
2008	4,055,494	75,000	199,175	14.79
2009	*	*	*	*
2010	*	*	*	*
2011	*	*	*	*
2012	*	*	*	*
2013	*	*	*	*
2014	*	*	*	*
2015	*	*	*	*

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City Finance Department

\* - *The City did not have any revenue-backed debt for these fiscal years.*

**City of Huntington Park**  
**Demographic and Economic Statistics**  
**Last Ten Calendar Years**

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Calendar Year	Population (1)	Personal Income (2) (in thousands)	Per-Capita Personal Income (2)	Unemployment Rate (3)
2006	64,362	690,967	10,736	7.4%
2007	64,285	710,478	11,052	7.8%
2008	64,270	715,012	11,125	11.3%
2009	64,376	701,431	10,896	17.2%
2010	64,219	755,215	11,760	18.7%
2011	58,329	736,695	12,630	18.2%
2012	58,624	728,520	12,427	13.9%
2013	58,661	742,296	12,568	9.5%
2014	59,033	743,366	12,800	8.8%
2015	59,312	778,669	13,261	6.7%

2015 Data Sources

- 1 California Department of Finance
- 2 U.S. Department of Commerce Bureau of Economic Analysis (<http://bea.gov/itable/>)
- 3 State of California Employment Development Department ([www.labormarketinfo.ca.gov](http://www.labormarketinfo.ca.gov))

**City of Huntington Park**  
**Principal Employers - Los Angeles County (1)**  
**Most Recent Year and Nine Years Ago (2)**

Employer	2015		Employer	2006	
	Number of Employees	Percent of Total Employment		Number of Employees	Percent of Total Employment
County of Los Angeles	96,500	13.30%	County of Los Angeles	93,200	1.92%
Los Angeles Unified School District	59,600	8.21%	Los Angeles Unified School District	74,632	1.54%
City of Los Angeles (including DWP)	46,900	6.46%	City of Los Angeles (including DWP)	53,200	1.10%
University of California, Los Angeles	44,000	6.06%	University of California, Los Angeles	53,471	1.10%
Federal Government (non-Defense Dept)	43,400	5.98%	Federal Government (non-Defense Dept)	35,543	0.73%
Kaiser Permanente	36,000	4.96%	Kaiser Permanente	30,200	0.62%
State of California (non-education)	29,200	4.02%	State of California (non-education)	32,180	0.66%
Northrop Grumman Corp.	17,000	2.34%	Northrop Grumman Corp.	21,000	0.43%
Target Corp.	15,000	2.07%	Target Corp.	15,825	0.33%
Providence Health Services	15,000	2.07%	Providence Health Services	14,000	0.29%

(1) - Principal employer information for the City of Huntington Park was not available; therefore we used Los Angeles County information.

(2) - The information presented is the latest available.

(3) - Includes U.S. Postal Service

Source:

Los Angeles Almanac website address: [www.laalmanac.com/employment](http://www.laalmanac.com/employment)

**City of Huntington Park**  
**Full-Time and Part-Time City Employees by Function**  
**Last Ten Fiscal Years**

Function	Full-time and Part-time Employees as of June 30									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>General Government</b>										
Full-time	27	31	31	31	29	27	27	28	27	22
Part-time	6	2	1	2	2	1	1	1	1	6
<b>Total</b>	<b>33</b>	<b>33</b>	<b>32</b>	<b>33</b>	<b>31</b>	<b>28</b>	<b>28</b>	<b>29</b>	<b>28</b>	<b>28</b>
<b>Community Development</b>										
Full-time	8	13	13	15	14	12	8	5	5	9
Part-time	4	6	3	6	8	5	1	0	0	2
<b>Total</b>	<b>12</b>	<b>19</b>	<b>16</b>	<b>21</b>	<b>22</b>	<b>17</b>	<b>9</b>	<b>5</b>	<b>5</b>	<b>11</b>
<b>Community Services</b>										
Full-time	9	9	9	10	10	7	7	7	6	4
Part-time	19	20	27	31	32	25	25	31	31	44
<b>Total</b>	<b>28</b>	<b>29</b>	<b>36</b>	<b>41</b>	<b>42</b>	<b>32</b>	<b>32</b>	<b>38</b>	<b>37</b>	<b>48</b>
<b>Public Safety</b>										
Full-time	102	101	108	113	117	108	106	102	106	86
Part-time	27	24	18	21	20	20	19	17	17	21
<b>Total</b>	<b>129</b>	<b>125</b>	<b>126</b>	<b>134</b>	<b>137</b>	<b>128</b>	<b>125</b>	<b>119</b>	<b>123</b>	<b>107</b>
<b>Public Works</b>										
Full-time	26	27	26	27	28	25	25	24	23	27
Part-time	0	2	2	2	2	1	0	0	0	6
<b>Total</b>	<b>26</b>	<b>29</b>	<b>28</b>	<b>29</b>	<b>30</b>	<b>26</b>	<b>25</b>	<b>24</b>	<b>23</b>	<b>33</b>
<b>Total</b>										
Full-time	172	181	187	196	198	179	173	166	167	148
Part-time	56	54	51	62	64	52	46	49	49	79
<b>Total</b>	<b>228</b>	<b>235</b>	<b>238</b>	<b>258</b>	<b>262</b>	<b>231</b>	<b>219</b>	<b>215</b>	<b>216</b>	<b>227</b>

Source: City of Huntington Park Finance Department

**City of Huntington Park**  
**Operating Indicators**  
**by Function**  
**Last Ten Fiscal Years**

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Police:</b>										
Arrests	2,729	2,902	2,346	2,366	2,624	2,183	2,112	1,778	2,044	1,859
Calls for service	41,539	42,112	33,589	41,430	26,101	37,940	36,272	33,627	34,123	36,220
Traffic violations	5,256	4,961	4,129	7,124	7,910	4,790	3,863	3,748	2,544	1,657
Code enforcement inspections	618	506	906	972	1,112	2,729	1,206	901	2,302	663
<b>Public works:</b>										
Pounds of trash recycled	7,746	11,973	10,461	N/A						
Pounds of trash recycled per resident	N/A	N/A	N/A	4.1	N/A	N/A	N/A	N/A	N/A	N/A
<b>Parks and recreation:</b>										
Recreation classes	107	125	149	187	206	301	256	258	270	292
Recreation class participants	1,491	1,705	2,125	3,295	4,254	3,483	3,283	2,467	3,925	4,638
Facility rentals	371	575	365	419	231	191	295	935	2,049	1,536
Youth sport participants	823	883	797	920	896	1,081	1,057	1,101	899	848
Adult sport participants	534	746	392	852	905	875	926	995	700	791
<b>Water:</b>										
Average daily consumption (thousands of gallons)	4,850	4,811	4,640	4,479	4,255	4,287	4,252	4,258	4,177	4,485
<b>Community Development</b>										
<b>Planning permits:</b>										
Entitlements	18	22	26	7*	8*	13	7	12	14	7
Legislative Action	4	5	6	9*	6*	6	5	2	2	1
<b>Building permits:</b>										
New construction	12	6	11	6	5	N/A	N/A	N/A	N/A	N/A
Alteration/repair	515	376	267	259	199	N/A	N/A	N/A	N/A	N/A
Plan checks	186	157	145	100	124	N/A	N/A	N/A	N/A	N/A
Business license inspections	417	450	397	396	305	N/A	N/A	N/A	N/A	N/A

<sup>1</sup> - The information is activity from 1/1/08 - 10/19/08

<sup>2</sup> - Down 1 code enforcement officers during period

<sup>3</sup> - Down 3 code enforcement officers during period

<sup>4</sup> - As of November 31, 2007 and does not include  
buy back center data or C & D material.

<sup>5</sup> - Down 3 planners during this period

\* Only includes cases reviewed by the Planning Commission and/or the City Council