

**CITY OF BIGGS,
California**

**Financial Statements
with
Independent Auditor's Report**

**For the Year Ended
June 30, 2022**

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF BIGGS, CALIFORNIA
CITY OFFICIALS
For the Year Ended June 30, 2022

Office	Name	Term
Mayor	Brian Bassett	December 2026
Vice Mayor	Chuck Nuchols	December 2026
Councilmember	Mike Buck	December 2024
Councilmember	James (Bo) Sheppard	December 2026
Councilmember	Jerome Squires	December 2024

THIS PAGE INTENTIONALLY LEFT BLANK

TABLE OF CONTENTS

	Page
FINANCIAL SECTION	
Independent Auditor's Report	1
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	7
Statement of Activities and Changes in Net Position	8
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet and Reconciliation of the Governmental Fund Balances to the Government-Wide Statement of Net Position – Governmental Activities.....	13-14
Statement of Revenues, Expenditures, and Changes in Fund Balances and Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities – Governmental Activities	15-17
Proprietary Funds:	
Statement of Net Position.....	18
Statement of Revenues, Expenses, and Changes in Net Position	19
Statement of Cash Flows.....	20
Notes to Basic Financial Statements.....	23
Required Supplementary Information (Unaudited):	
Budgetary Comparison Schedule – Budgetary Basis – General Fund	49
Schedule of Changes in Net Pension Liability and Related Ratios.....	50
Schedule of Pension Plan Contributions	51
Schedule of Changes in Total OPEB Liability and Related Ratios	52

TABLE OF CONTENTS (Continued)

	Page
Combining Nonmajor Fund Statements:	
Nonmajor Governmental Funds – Special Revenue Funds:	
Combining Balance Sheet.....	55
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	58
Combining Nonmajor Fund Statements:	
Nonmajor Governmental Funds – Capital Projects Funds:	
Combining Balance Sheet.....	61
Combining Statement of Revenues, Expenses, and Changes in Fund Balance	61
Combining Proprietary Fund Statements:	
Sewer Funds:	
Combining Statement of Net Position.....	65
Combining Statement of Revenues, Expenses, and Changes in Net Position	66
Electric Funds:	
Combining Statement of Net Position.....	67
Combining Statement of Revenues, Expenses, and Changes in Net Position	68
Water Funds:	
Combining Statement of Net Position.....	69
Combining Statement of Revenues, Expenses, and Changes in Net Position	70
Other Report:	
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.....	73

FINANCIAL SECTION

Independent Auditor's Report
Basic Financial Statements
Required Supplementary Information
Combining Nonmajor Fund Statements

THIS PAGE INTENTIONALLY LEFT BLANK



INDEPENDENT AUDITOR'S REPORT

To The Honorable Mayor and Members of the City Council
City of Biggs
Biggs, California

REPORT ON THE FINANCIAL STATEMENTS

Opinions

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

In our opinion, the accompanying financial statements 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 City of Biggs, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of City of Biggs and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.³

Responsibilities of Management for the Financial Statements

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

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

RT DENNIS
ACCOUNTANCY

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- ❖ Exercise professional judgment and maintain professional skepticism throughout the audit.
- ❖ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- ❖ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of City of Biggs's internal control. Accordingly, no such opinion is expressed.⁵
- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- ❖ Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Biggs's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, pension schedules, and other postemployment schedules on pages 49–52, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

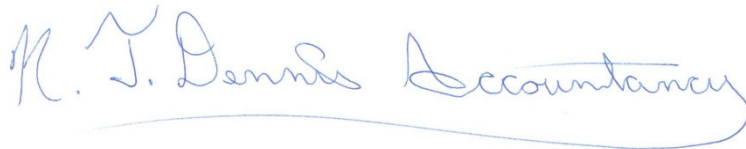
Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required 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. Our opinions on the basic financial statements are not affected by this missing information.

Other Information Included in the Annual Financial Report

Management is responsible for the other information in the Annual Financial Report. The other information comprises the Combining Statements of Non-Major Governmental and Proprietary Funds but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 22, 2023 on our consideration of City of Biggs's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 City of Biggs's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "K. J. Dennis Accountancy". The signature is written in a cursive style and is underlined with a single blue line.

February 22, 2023

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF BIGGS, CALIFORNIA
STATEMENT OF NET POSITION
June 30, 2022

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 3,286,333	\$ 5,038,469	\$ 8,324,802
Accrued receivables	1,073,556	533,677	1,607,233
Capital assets:			
Non-depreciable	168,778	3,629,918	3,798,696
Depreciable, net	6,254,746	13,741,349	19,996,095
Total capital assets	6,423,524	17,371,267	23,794,791
Total Assets	10,783,413	22,943,413	33,726,826
DEFERRED OUTFLOW OF RESOURCES	106,930	96,000	202,930
LIABILITIES			
Accrued payables	26,044	143,327	169,371
Unearned revenue	785,322	-	785,322
Deposits and retentions payable	-	184,096	184,096
Long-term liabilities:			
Due within one year	7,970	211,676	219,646
Due in more than one year	517,395	5,165,939	5,683,334
Total Liabilities	1,336,731	5,705,038	7,041,769
DEFERRED INFLOWS OF RESOURCES	179,000	262,542	441,542
NET POSITION			
Net investment in capital assets	6,196,594	12,358,698	18,555,292
Restricted for:			
Grants, taxes, and other	1,719,986	-	1,719,986
Energy scheduling services	-	3,444,143	3,444,143
Unrestricted	1,458,032	1,268,992	2,727,024
Total Net Position	\$ 9,374,612	\$ 17,071,833	\$ 26,446,445

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION
For the Year Ended June 30, 2022

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General Government	\$ 601,291	\$ 66,372	\$ 323,175	\$ -
Public Safety	341,995	37,751	183,812	-
Public Ways and Facilities	401,725	44,344	215,915	-
Electric	3,652	403	1,963	-
Interest	9,316	-	-	-
Total Governmental Activities	1,357,979	148,870	724,865	-
Business-type activities:				
Sewer	890,650	761,061	-	-
Electric	3,191,801	2,495,979	2,144	-
Water	481,915	496,825	-	-
Other Enterprise	-	239,144	-	-
Interest	277,458	-	-	-
Total Business-Type Activities	4,841,824	3,993,009	2,144	-
Total	\$ 6,199,803	\$ 4,141,879	\$ 727,009	\$ -
General revenues:				
Taxes:				
Property taxes, levied for general purposes				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Miscellaneous				
Transfers				
Total general revenues, special items, and transfers				
Change in Net Position				
Net position - beginning (Restated)				
Net position - ending				

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION *(Continued)*
For the Year Ended June 30, 2022

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business Type Activities	Total
\$ (211,744)		\$ (211,744)
(120,432)		(120,432)
(141,466)		(141,466)
(1,286)		(1,286)
(9,316)		(9,316)
(484,244)		(484,244)
	(129,589)	(129,589)
	(693,678)	(693,678)
	14,910	14,910
	239,144	239,144
	(277,458)	(277,458)
	(846,671)	(846,671)
	(846,671)	(1,330,915)
409,663	-	409,663
41,321	-	41,321
41,853	176,899	218,752
35,603	177,691	213,294
182,000	(182,000)	-
710,440	172,590	883,030
226,196	(674,081)	(447,885)
9,148,416	17,745,914	26,894,330
\$ 9,374,612	\$ 17,071,833	\$ 26,446,445

The accompanying notes are an integral part of these financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

BASIC FINANCIAL STATEMENTS

Fund Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF BIGGS, CALIFORNIA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2022

	General Fund	Non-Major Governmental Funds	Total
ASSETS			
Cash and investments	\$ 876,780	\$ 2,409,553	\$ 3,286,333
Receivable (net of allowance)	31,636	1,041,920	1,073,556
Due from other funds	186,442	-	186,442
Total Assets	<u>\$ 1,094,858</u>	<u>3,451,473</u>	<u>4,546,331</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accrued payables	\$ 24,486	\$ 1,558	\$ 26,044
Due to other funds	-	186,442	186,442
Unearned revenue	-	785,322	785,322
Total Liabilities	<u>24,486</u>	<u>973,322</u>	<u>997,808</u>
FUND BALANCES			
Restricted	-	1,719,986	1,719,986
Assigned	-	944,607	944,607
Unassigned	1,070,372	(186,442)	883,930
Total Fund Balances	<u>1,070,372</u>	<u>2,478,151</u>	<u>3,548,523</u>
Total Liabilities and Fund Balances	<u>\$ 1,094,858</u>	<u>\$ 3,451,473</u>	<u>\$ 4,546,331</u>

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCES TO THE GOVERNMENT-WIDE
STATEMENT OF NET POSITION – GOVERNMENTAL ACTIVITIES
June 30, 2022

Total Fund Balance - Total Governmental Funds \$3,548,523

Amounts reported for assets, deferred outflows of resources, liabilities, and deferred inflows of resources for governmental activities in the statement of net position are different from amounts reported in governmental funds because:

Capital assets:

In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation:

Capital assets relating to governmental activities, at historical cost:	\$8,520,291	
Accumulated depreciation:	<u>(2,096,767)</u>	6,423,524

Long-term liabilities:

In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities, are reported. Long-term liabilities relating to governmental activities consist of:

Loans payable	226,930	
Net Pension Liability (Asset)	211,000	
Net OPEB Obligation	61,000	
Compensated absences payable	26,435	
Deferred loss on debt refunding	<u>(15,930)</u>	(509,435)

Deferred outflows and inflows of resources relating to pensions:

In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.

Deferred outflows of resources relating to pensions	91,000
Deferred inflows of resources relating to pensions	<u>(179,000)</u>

Total Net Position - Governmental Activities: \$9,374,612

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2022

	General Fund	Non-Major Governmental Funds	Total
REVENUES			
Taxes and assessments	\$ 256,255	\$ 153,408	\$ 409,663
Licenses and permits	35,458	-	35,458
Fines and forfeitures	5,863	-	5,863
Use of money	36,794	5,059	41,853
Intergovernmental	414,313	310,552	724,865
Charges for services	24,410	124,460	148,870
Other revenues	35,603	-	35,603
Total Revenues	808,696	593,479	1,402,175
EXPENDITURES			
Current:			
General Government	524,084	20,053	544,137
Public Safety	341,332	-	341,332
Public Works and Facilities	170,768	65,988	236,756
Electric	-	3,652	3,652
Debt service:			
Principal	7,000	-	7,000
Interest and other charges	24,323	-	24,323
Total Expenditures	1,067,507	89,693	1,157,200
Excess of Revenues Over (Under) Expenditures	(258,811)	503,786	244,975
OTHER FINANCING SOURCES (USES)			
Transfers in	150,000	52,847	202,847
Proceeds from Debt	226,930	-	226,930
Transfers out	-	(20,847)	(20,847)
Other Uses	(211,923)	-	(211,923)
Total Other Financing Sources (Uses)	165,007	32,000	197,007
Net Change in Fund Balances	(93,804)	535,786	441,982
Fund Balances - Beginning	1,164,176	1,942,365	3,106,541
Fund Balances - Ending	\$ 1,070,372	\$ 2,478,151	\$ 3,548,523

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
GOVERNMENTAL ACTIVITIES
For the Year Ended June 30, 2022

Net Change in Fund Balances - Total Governmental Funds \$ 441,982

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

Capital outlay:

In governmental funds, the costs of capital assets are reported as expenditures in the period when the assets are acquired. In the statement of activities, costs of capital assets are allocated over their estimated useful lives as depreciation expense. The difference between capital outlay expenditures and depreciation expense for the period is:

Depreciation expense: (197,074)

Debt service:

In governmental funds, repayments of long-term debt are reported as expenditures. In the government-wide statements, repayments of long-term debt are reported as reductions of liabilities. Expenditures for repayment of the principal portion of long-term debt were:

7,000

Compensated absences:

In governmental funds, compensated absences are measured by the amounts paid during the period. In the statement of activities, compensated absences are measured by the amount earned. The difference between compensated absences paid and compensated absences earned, was:

14,288

Pensions:

In government funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contributions was:

(14,000)

Postemployment benefits other than pensions ("OPEB"):

In governmental funds, OPEB costs are recognized when employer contributions are made. In the statement of activities, OPEB costs are recognized on the accrual basis. This year, the difference between OPEB costs and actual employer contributions was:

(26,000)

Change in net position of Governmental Activities

\$ 226,196

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2022

	Major Funds			Nonmajor Fund	Total
	Sewer	Electric	Water	Solid Waste	
ASSETS					
Cash and investments	\$ 1,018,649	\$ 3,444,143	\$ 575,677	\$ -	\$ 5,038,469
Receivable (net of allowance)	91,834	338,531	70,797	32,515	533,677
Due from other funds	-	837	-	-	837
Capital assets:					
Non-depreciable	3,194,756	7,158	428,004	-	3,629,918
Depreciable, net	9,288,782	428,486	4,024,081	-	13,741,349
Total Assets	13,594,021	4,219,155	5,098,559	32,515	22,944,250
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows, pensions	28,000	36,000	28,000	4,000	96,000
LIABILITIES					
Payables	109,914	4,904	28,062	447	143,327
Due to other funds	-	-	-	837	837
Customer deposits	16,184	167,912	-	-	184,096
Long-term liabilities - current	97,076	-	114,600	-	211,676
Long-term liabilities - noncurrent	2,001,864	132,127	3,018,671	13,277	5,165,939
Total Liabilities	2,225,038	304,943	3,161,333	14,561	5,705,875
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows, pensions	63,000	81,000	109,542	9,000	262,542
NET POSITION					
Net investment in capital assets	10,498,929	435,644	1,424,125	-	12,358,698
Restricted for:					
Energy scheduling services	-	751,630	-	-	751,630
Unrestricted	835,054	2,681,938	431,559	12,954	3,961,505
Total Net Position	\$11,333,983	\$ 3,869,212	\$ 1,855,684	\$ 12,954	\$17,071,833

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2022

	Major Funds			Nonmajor Fund	Total
	Sewer	Electric	Water	Solid Waste	
OPERATING REVENUES					
Charges for services	\$ 652,116	\$ 2,495,979	\$ 496,825	\$ 239,144	\$ 3,884,064
Miscellaneous services	-	98,527	1,364	-	99,891
Total Operating Revenue	652,116	2,594,506	498,189	239,144	3,983,955
OPERATING EXPENSES					
Personnel costs	171,842	213,071	161,744	20,429	567,086
Cost of contractual services	-	1,810,123	-	197,540	2,007,663
Utilities	5,569	7,509	12,671	-	25,749
Repair and maintenance	7,332	535,426	4,157	-	546,915
Supplies	37,774	71,077	16,693	-	125,544
Professional services	110,468	365,956	33,623	737	510,784
Other expenses	24,507	142,300	32,006	10,785	209,598
Depreciation	160,154	46,339	105,315	-	311,808
Total Operating Expenses	517,646	3,191,801	366,209	229,491	4,305,147
Operating Income	134,470	(597,295)	131,980	9,653	(321,192)
NON-OPERATING REVENUES (EXPENSES)					
Interest and penalties	2,473	173,163	1,263	-	176,899
Developer fees	108,945	21,765	57,150	-	187,860
Governmental grants	-	1,029	-	-	1,029
Interest expense	(281,469)	-	(255,208)	-	(536,677)
Total Non-Operating Revenues (Expenses)	(170,051)	195,957	(196,795)	-	(170,889)
Income Before Transfers	(35,581)	(401,338)	(64,815)	9,653	(492,081)
Transfers in	114,534	56,325	120,000	-	290,859
Transfers out	(114,534)	(228,325)	(120,000)	(10,000)	(472,859)
Total Transfers	-	(172,000)	-	(10,000)	(182,000)
Change in Net Position	(35,581)	(573,338)	(64,815)	(347)	(674,081)
Total Net Position - Beginning (Restated)	11,369,564	4,442,550	1,920,499	13,301	17,745,914
Total Net Position - Ending	\$11,333,983	\$ 3,869,212	\$ 1,855,684	\$ 12,954	\$17,071,833

The accompanying notes are an integral part of these financial statements.

CITY OF BIGGS, CALIFORNIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2022

	Major Funds			Nonmajor	Total
	Sewer	Electric	Water	Solid Waste	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 662,461	\$2,700,655	\$ 493,640	\$ 236,438	\$4,093,194
Payments to suppliers	(107,527)	(2,972,059)	(101,046)	(209,160)	(3,389,792)
Payments to employees	(169,967)	(213,311)	(117,347)	(21,244)	(521,869)
Net Cash Provided (Used) by Operating Activities	384,967	(484,715)	275,247	6,034	181,533
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Developer fees	-	-	57,150	-	57,150
Interfund loans repaid/received	(1,354,993)	1,527,163	(345,007)	(9,163)	(182,000)
Net Cash Provided (Used) by Noncapital Financing Activities	(1,354,993)	1,527,163	(287,857)	(9,163)	(124,850)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	(441,918)	-	(82,997)	-	(524,915)
Proceeds from long-term debt	-	-	3,027,960	-	3,027,960
Principal paid on capital debt	(66,387)	-	(2,935,000)	-	(3,001,387)
Interest paid on capital debt	(191,254)	-	(269,034)	-	(460,288)
Net Cash Provided (Used) for Capital and Related Financing Activities	(699,559)	-	(259,071)	-	(958,630)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest and dividends and other	2,473	178,713	1,263	-	182,449
Net Cash Provided (Used) by Investing Activities	2,473	178,713	1,263	-	182,449
Net Increase (Decrease) in Cash and Cash Equivalents	(1,667,112)	1,221,161	(270,418)	(3,129)	(719,498)
Balances - Beginning of the Year	2,685,761	2,222,982	846,095	3,129	5,757,967
Balances - End of the Year	\$1,018,649	\$3,444,143	\$ 575,677	\$ -	\$5,038,469
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ 134,470	\$ (597,295)	\$ 131,980	\$ 9,653	\$ (321,192)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	160,154	46,339	105,315	-	311,808
Decrease (increase) in:					
Accounts receivable	(5,839)	84,118	(4,549)	(2,707)	71,023
Increase (decrease) in:					
Accounts payable	77,859	(38,615)	(2,160)	(101)	36,983
Deposits payable	16,184	22,031	-	-	38,215
Compensated absences	(5,861)	(8,293)	(5,881)	(811)	(20,846)
OPEB liability	14,000	12,000	10,000	1,000	37,000
Net pension liability	(6,000)	(5,000)	40,542	(1,000)	28,542
Net Cash Provided (Used) by Operating Activities	\$ 384,967	\$ (484,715)	\$ 275,247	\$ 6,034	\$ 181,533

The accompanying notes are an integral part of these financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

BASIC FINANCIAL STATEMENTS

Notes to Basic Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1: Financial Reporting Entity and Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Biggs was incorporated 1903. The City operates under a Council-Manager form of government and provides services to residents and businesses in many areas including police and fire protection (contracted with the county and state), street maintenance, planning and zoning, building construction inspection, parks and recreation, sewer, electricity (power supply contracted through a JPA), water, and general administrative services.

Joint Powers Authorities (“JPAs”)

The City is associated with three JPAs. These organizations do not meet the criteria for inclusion as a component unit of the City. Additional information is presented in Note 12 to the financial statements. These organizations are:

- ❖ Northern California Power Agency (NCPA)
- ❖ Small Cities Organized Risk Effort (SCORE)
- ❖ California Joint Powers Risk Management Authority (CJPRMA)

Basis of Presentation

Government-wide statements are comprised of the Statement of Net Position and the Statement of Activities. They contain information on all the activities of the primary government. Most effects of interfund activities have been eliminated from these statements. The government-wide statements for the primary government are separated based on the predominance of the type of revenues that support them. Governmental activities are normally supported by taxes and intergovernmental revenues, while business-type activities receive a significant portion of revenues from fees and charges for services.

Interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government’s business-type activities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The statement of activities is presented to show the extent that program revenues of a given activity support direct expenses. Direct expenses are those that can clearly be associated with a particular activity or program. Program revenues are: (1) charges to customers or others who purchase, use or directly benefit from the services or goods provided by a given activity or segment or (2) grants or other contributions that are restricted to operating or capital needs of a specific activity or segment. General revenues are those revenues like taxes and other items that are not properly reported as program revenues.

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 in a separate self-balancing set of accounts for its assets, other debits, liabilities, other credits, equity, revenue and expenditures or expenses, as appropriate.

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1: Financial Reporting Entity and Summary of Significant Accounting Policies *(Continued)*

Basis of Presentation *(Continued)*

Governmental Funds – Government 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.

Proprietary Funds – account for operations

- (1) that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or
- (2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Major Funds

The **General Fund** is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the City that are not accounted for through other funds. For the City, the General Fund includes such activities as public safety, community development, and recreation and culture services.

The City reports the following major proprietary funds:

The **Sewer Fund** is an enterprise fund used to account for activity related to providing customers with sewer service and billing for service provided by the City.

The **Electric Fund** is an enterprise fund used to account for activity related to providing customers with electricity service and billing for service provided by the City.

The **Water Fund** is an enterprise fund used to account for activity related to providing customers with water service and billing for service provided by the City.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1: Financial Reporting Entity and Summary of Significant Accounting Policies *(Continued)*

Measurement Focus, Basis of Accounting, and Financial Statement Presentation *(Continued)*

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues as available if they are collected within sixty days of the end of the current fiscal period, except for sales tax which has a ninety-day availability period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

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

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

Assets, Liabilities, and Fund Balance and Net Position

Cash and Cash Equivalents. The City pools cash of all funds. Each fund's share in this pool is displayed in the accompanying financial statements as cash.

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

Acquisition Value. The price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the acquisition date, or the amount at which a liability could be liquidated with the counterparty at the acquisition date.

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1: Financial Reporting Entity and Summary of Significant Accounting Policies *(Continued)*

Assets, Liabilities, and Fund Balance and Net Position *(Continued)*

General Receivables and Property Taxes Receivable. The City records an allowance for doubtful accounts on general accounts receivable based on the experience method. Butte County Tax Calendar:

July 1	Beginning of fiscal year and mailing of unsecured property tax bills. The billing timeline for unsecured property taxes has been extended. For this year only, the unsecured property tax bills will be mailed in August and will be due by September 30th (as opposed to the traditional August 31st due date).
September 30	Unsecured property tax payment is due. The billing timeline for unsecured property taxes has been extended. For this year only, the unsecured property tax bills will be mailed in August and will be due by September 30th (as opposed to the traditional August 31st due date). A 10% penalty is added to total due after 5:00 p.m. Additionally, interest begins to accrue at 1.5% per month and additional fees are added to cover the cost of the lien process (\$21.00 for the courtesy lien notice and \$15.00 per lien notice recorded)
October	Secured property tax bills are mailed.
November 1	First secured property tax installment is due and delinquent unsecured accounts accrue additional monthly penalties of 1.5% until paid.
December 10	Final day to pay the first installment of secured property taxes. A 10% penalty is added after 5:00 p.m. Online payments, however, will be accepted as timely if paid by midnight on the final due date.
February 1	Second installment of secured property taxes is due.
April 10	Final day to pay the second installment of secured property taxes. A 10% penalty and an additional \$31.00 charge is added to the bill after 5:00 p.m. Online payments, however, will be accepted as timely if paid by midnight on the final due date. If you are on an Installment plan for defaulted taxes, this is the final day to make the annual 20% (plus interest) payment and any current or supplemental taxes due.
May	Reminder notices are mailed to property owners with outstanding current secured taxes.
June 30	End of the fiscal year and the last day to pay delinquent property taxes for the current fiscal year. Payments must be received by the Treasurer-Tax Collector's Office by 5:00 pm. June 30 Postmarks are not accepted.
July 1	Delinquent secured property tax accounts are transferred to delinquent tax rolls. Additional monthly penalties accrue at 1.5% per month on any unpaid prior year balance. A \$15.00 redemption fee is also added to the bill.

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1: Financial Reporting Entity and Summary of Significant Accounting Policies *(Continued)*

Assets, Liabilities, and Fund Balance and Net Position *(Continued)*

Capital Assets. Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of one year. Such depreciation has been provided over the estimated useful lives using the straight-line method. The range of estimated useful lives by type of asset is as follows:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Equipment	5 – 20 years
Structures and Improvements	60 years
Infrastructure	30-60 years

Assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Pension Plan. All full-time and certain part-time City employees are members of the State of California Public Employees' Retirement System (PERS), an agent multiple-employer defined benefit pension plan. The City's policy is to fund all pension costs accrued; such costs to be funded are determined annually as of June 30, by the PERS's actuary.

Vacation and Sick Pay. Vacation pay is vested to the employees as it accrues and is payable upon retirement or termination. Sick leave, however, does not vest to the employees and is payable only when sick leave is taken. Unused vacation and sick leave have been accrued in the accompanying government-wide financial statements and the accompanying proprietary fund financial statements.

Unearned Revenue. In the government-wide financial statements, unearned revenue is recorded for transactions for which revenues have not been earned. In the fund financial statements, unearned revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records unearned revenues when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the City before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and revenue is recognized.

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1: Financial Reporting Entity and Summary of Significant Accounting Policies *(Continued)*

Assets, Liabilities, and Fund Balance and Net Position *(Continued)*

Long-Term Obligations. In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method, which does not materially differ from the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

Other Postemployment Benefits (OPEB). The City of Biggs sponsors, under a defined benefit plan, retiree healthcare plan to qualifying employees retiring directly from the City. The benefit level is determined by date of hire and length of service and bargaining agreements. The City has contracted for medical coverage to be provided through an agent multiple-employer CalPERS Healthcare (PEMHCA) plan.

Fund Balance. In the fund financial statements, governmental funds aggregate amounts for five classification of fund balances based on the constraints imposed on the use of these resources. The non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications; restricted, committed, assigned, and unassigned.

Restricted fund balance. This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Assigned fund balance. This classification reflects the amounts constrained by the City Council's "intent" to be used for specific purposes but are neither restricted nor committed. The City Council and City Manager have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as non-spendable and are neither restricted nor committed.

Unassigned fund balance. This fund balance is the residual classification for the General fund. It is also used to report negative fund balances in other governmental funds.

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 1: Financial Reporting Entity and Summary of Significant Accounting Policies *(Continued)*

Assets, Liabilities, and Fund Balance and Net Position *(Continued)*

When both restricted and unrestricted resources are available for use, it is the City’s policy to use externally restricted resources first, the unrestricted resources—committed, assigned, and unassigned—in order as needed.

Net Position. For government-wide reporting as well as in proprietary funds, fund equity is called net position. Net position is comprised of three components: net investment in capital assets; restricted; and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances of bonds, notes and other debt that are attributed to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.

Restricted net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on asset use either by external parties or by law through constitutional provision or enabling legislation.

Unrestricted net position is the net amount of the assets, deferred outflows or resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Tap and similar fees have been reported as non-operating revenues in the City’s statement of revenue expense and changes in net position for proprietary funds and as capital grants and contributions in the statement of activities and changes in net position.

NOTE 2: Cash and Cash Equivalents

As of June 30, 2022, the City’s balances are as follows:

	Governmental Activities	Business-Type Activities	Total
Cash on hand	\$ 400	\$ -	\$ 400
Cash with financial institution	1,021,654	1,338,565	2,360,219
Cash with fiscal agent - Mid America - 125 Plan	14,021	-	14,021
Cash with fiscal agent - NCPA GOR Reserve	-	633,198	633,198
Cash with fiscal agent - CAISO Reserve	-	118,432	118,432
Local Agency Investment Fund ("LAIF")	2,250,258	2,948,274	5,198,532
Total Cash	<u>\$ 3,286,333</u>	<u>\$ 5,038,469</u>	<u>\$ 8,324,802</u>

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

Policies and Practices:

INVESTMENT TYPE	MAX. MATURITY	MAX % OF PORTFOLIO	MIN QUALITY	GOV'T CODE §s
Local Agency Investment Fund ("LAIF")	N/A	None	None	16429.1

Custodial Credit Risk. There is a risk that, in the event of a bank failure, the City's deposits may not be returned. The City's deposit policy requires that all deposits are covered by the Federal Depository Insurance Corporation ("FDIC") or are collateralized as required by Statutes of the State. As of June 30, 2022, the carrying amount of the City's bank deposits was \$2,374,240, and the respective bank balances totaled \$2,423,620. Of the total bank balance, \$332,471 was insured through the FDIC. The remaining \$2,091,149 was collateralized with pooled securities held by the financial institutions' trust departments. These securities are held in the name of the financial institution and not that of the City.

Credit Risk. As of June 30, 2022, the LAIF pool consisted of debt securities and the ratings ranged from A - AA+ by Standard & Poor's.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The effective duration of the LAIF portfolio at June 30, 2022 was 191 days.

NOTE 3: Accrued Receivables

	General Fund	Non-Major Govt Funds	Sewer	Electric	Water	Solid Waste	Total
Accounts receivable	\$ 2,718	\$ -	\$ 92,535	\$ 331,226	\$ 71,322	\$ 32,751	\$ 530,552
Less: allowance for doubtful accounts	-	-	(701)	(2,691)	(525)	(236)	(4,153)
Interest	9,733	-	-	-	-	-	9,733
Property tax	7,346	-	-	-	-	-	7,346
Sales tax	395	-	-	-	-	-	395
SCO	975	31,850	-	-	-	-	32,825
Franchise fee	3,529	-	-	-	-	-	3,529
ARPA	-	224,748	-	-	-	-	224,748
Other	6,940	-	-	9,996	-	-	16,936
Loans receivable	-	785,322	-	-	-	-	785,322
Total	31,636	1,041,920	91,834	338,531	70,797	32,515	1,607,233

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 4: Capital Assets

Capital assets activity for the year ended June 30, 2022, was as follows:

	Balance July 01, 2021	Additions	Deletions	Balance June 30, 2022
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 168,777	\$ 1	\$ -	\$ 168,778
Construction in progress	176,907		(176,907)	-
Total Capital Assets, Not Being Depreciated	<u>345,684</u>	<u>1</u>	<u>(176,907)</u>	<u>168,778</u>
Capital Assets, Being Depreciated:				
Buildings and improvements	1,871,619	-	-	1,871,619
Machinery and equipment	167,252		-	167,252
Vehicles	219,744		-	219,744
Infrastructure	5,915,992	176,906	-	6,092,898
Total Capital Assets, Being Depreciated	<u>8,174,607</u>	<u>176,906</u>	<u>-</u>	<u>8,351,513</u>
Less Accumulated Depreciation For:				
Buildings and improvements	(784,263)	(56,425)	-	(840,688)
Machinery and equipment	(80,336)	(136,010)	-	(216,346)
Vehicles	(187,470)	113,187	-	(74,283)
Infrastructure	(847,624)	(117,826)	-	(965,450)
Total Accumulated Dep.	<u>(1,899,693)</u>	<u>(197,074)</u>	<u>-</u>	<u>(2,096,767)</u>
Total Capital Assets, Being Depreciated, Net	<u>6,274,914</u>	<u>(20,168)</u>	<u>-</u>	<u>6,254,746</u>
Total Gov. Activities, Net	<u>\$ 6,620,598</u>	<u>\$ (20,167)</u>	<u>\$ (176,907)</u>	<u>\$ 6,423,524</u>

Depreciation was charged as follows:

General government	\$ 12,513
Culture and recreation	25,044
Public ways and facilities	<u>159,517</u>
Total -- Governmental Functions	<u>\$ 197,074</u>

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 4: Capital Assets, (Continued)

Business-Type Activities	Balance July 01, 2021	Additions	Adjustments/ Transfers	Balance June 30, 2022
Capital Assets,				
Not Being Depreciated:				
Land	\$ 2,759,996	\$ -	\$ -	\$ 2,759,996
Construction in progress	345,007	524,915	-	869,922
Total Capital Assets, Not Being Depreciated	<u>3,105,003</u>	<u>524,915</u>	<u>-</u>	<u>3,629,918</u>
Capital Assets, Being Depreciated:				
Buildings and improvements	167,000	-	-	167,000
Machinery and equipment	1,564,938	-	-	1,564,938
Vehicles	51,318	-	-	51,318
Infrastructure	<u>16,728,652</u>	<u>-</u>	<u>-</u>	<u>16,728,652</u>
Total Capital Assets, Being Depreciated	<u>18,511,908</u>	<u>-</u>	<u>-</u>	<u>18,511,908</u>
Less Accumulated Depreciation For:				
Buildings and improvements	(106,588)	(3,750)	-	(110,338)
Machinery and equipment	(1,176,719)	(2,864)	-	(1,179,583)
Vehicles	(24,190)	-	-	(24,190)
Infrastructure	<u>(3,151,254)</u>	<u>(305,194)</u>	<u>-</u>	<u>(3,456,448)</u>
Total Accumulated Depreciation	<u>(4,458,751)</u>	<u>(311,808)</u>	<u>-</u>	<u>(4,770,559)</u>
Total Capital Assets, Being Depreciated, Net	<u>14,053,157</u>	<u>(311,808)</u>	<u>-</u>	<u>13,741,349</u>
Total Business-Type Activities, Net	<u>\$17,158,160</u>	<u>\$ 213,107</u>	<u>\$ -</u>	<u>\$17,371,267</u>

Depreciation was charged as follows:

Sewer	\$ 160,154
Electric	46,339
Water	<u>105,315</u>
Total -- Business-Type Functions	<u>\$ 311,808</u>

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 5: Interfund Balances and Activity

Due To/From Other Funds

The City interfund balances are a result of covering negative cash as well as budget activity. The following are due from and due to balances as of June 30, 2022:

	Due From Other Funds	Due To Other Funds	Explanation
Governmental Funds			
General Fund	\$ 186,442	\$ -	Negative cash balance
14 SR2S Project	-	250	Negative cash balance
17 SR2S Cycle 2	-	8,956	Negative cash balance
19 SR2S Cycle 4	-	33,817	Negative cash balance
2nd St CMAQ Con	-	140,894	Negative cash balance
Bridge Reserve	-	2,525	Negative cash balance
Total	<u>\$ 186,442</u>	<u>\$ 186,442</u>	
Enterprise Funds			
Electric Fund	\$ 837	\$ -	Negative cash balance
Solid Waste	-	837	Negative cash balance

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 5: Interfund Balances and Activity, (Continued)

Transfers

Transfers are a result of indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations and reallocations of special revenues. The following are the interfund transfers for fiscal year ended June 30, 2022:

	Transfers In	Transfers Out	Explanation
Governmental Funds			
General Fund	\$ 150,000	\$ -	Budget allocation
17 SR2S Cycle 2	\$ 20,847	\$ -	Budget allocation
Blding / Equipmnt	5,000	-	Budget allocation
Fire Engine Rpl	12,000	-	Budget allocation
St Maint Reserv	15,000	20,847	Budget allocation
Total Governmental Funds	202,847	20,847	
Proprietary Funds			
Sewer Fund	90,000	11,550	Budget allocation
Sewer Bond Res.	-	12,984	Budget allocation
WWTP Phase Two	-	90,000	Budget allocation
SWRCB Ln Reserv	24,534	-	Budget allocation
Electric Fund	-	228,325	Budget allocation
Electric Imp.	56,325	-	Budget allocation
Water Fund	-	120,000	Budget allocation
Water Imp.	120,000	-	Budget allocation
Solid Waste	-	10,000	Budget allocation
Total Proprietary Funds	290,859	472,859	
Total	\$ 493,706	\$ 493,706	

NOTE 6: Accrued Payables

	General Fund	Non-Major Govt Funds	Govt Activities	Sewer	Electric	Water	Solid Waste	Total Business-Type
Vendors	\$ 19,396	\$ 195	\$ 19,591	\$ 88,957	\$ -	\$ 6,090	\$ 115	\$ 95,162
Payroll	3,774	1,363	5,137	3,532	4,904	3,532	332	12,300
Interest	1,316	-	1,316	17,425	-	18,440	-	35,865
Total	\$ 24,486	\$ 1,558	\$ 26,044	\$ 109,914	\$ 4,904	\$ 28,062	\$ 447	\$ 143,327

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 7: Unearned Revenue

At June 30, 2022, the components of unearned revenue reported were as follows:

94 CDBG	\$ 11,196
01 STBG Loans	184,420
2004 HOME 0707	465,122
2004 HOME 3073	123,714
Curb/Gutter Ln	870
	<u>\$ 785,322</u>

NOTE 8: Long-Term Liabilities

Long-term debt for the year ended June 30, 2022, was as follows:

	Restated			Balance	Due in
	Balance	Additions	Deletions	June 30, 2022	One Year
	July 01, 2021				
Governmental Activities					
Loans	\$ 218,000	\$ 226,930	\$ (218,000)	\$ 226,930	\$ 7,970
OPEB Liability	35,000	26,000	-	61,000	-
Net Pension Liability					
Safety plan	142,000	-	(39,000)	103,000	-
Miscellaneous Plan	214,000	-	(106,000)	108,000	-
Compensated Absences	40,723	-	(14,288)	26,435	-
Total Government Activities	<u>\$ 649,723</u>	<u>\$ 252,930</u>	<u>\$ (377,288)</u>	<u>\$ 525,365</u>	<u>\$ 7,970</u>
Business-Type Activities					
Loans (Restated)	\$ 5,004,396	\$ 3,027,960	\$ (3,019,788)	\$ 5,012,568	\$ 211,676
OPEB Liability	50,000	37,000	-	87,000	-
Net Pension Liability, Miscellaneous	440,000	-	(220,000)	220,000	-
Compensated Absences	78,892	-	(20,845)	58,047	-
Total Business-Type Activities	<u>\$ 5,573,288</u>	<u>\$ 3,064,960</u>	<u>\$ (3,260,633)</u>	<u>\$ 5,377,615</u>	<u>\$ 211,676</u>

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

At June 30, 2022, loans consisted of the following:

	Government Activities	Business-Type Activities
United States Department of Agriculture Loan, issued in the amount of \$160,530, dated February 9, 2000, payable in annual installments of \$1,530 to \$8,400, with an interest rate of 4.50% and maturity of September 1, 2039. Loan proceeds were used for wastewater system improvements.	\$ -	\$ 106,000
United States Department of Agriculture Loan, issued in the amount of \$133,000, dated February 9, 2000, payable in annual installments of \$1,700 to \$5,900, with an interest rate of 3.25% and maturity of September 1, 2039. Loan proceeds were used for wastewater system improvements.	-	80,600
In April 2022, the city refunded \$2,888,458 USDA loan plus \$139,502 of issuance costs for a total issuance of \$3,027,960 and an annual interest rate of 2.52% to be paid semi-annually.	-	3,027,960
United States Department of Agriculture Loan, issued in the amount of \$480,000, dated February 9, 2000, payable in annual installments of \$4,500 to \$25,000, with an interest rate of 4.50% and maturity of September 1, 2039. Loan proceeds were used for wastewater system improvements.	-	317,200
State Water Resources Control Board Lease Agreement, in the approved amount of \$1,469,102, as amended September 11, 2015, payable in one annual installment of \$75,690 and 19 annual installments of \$90,672, with an interest rate of 2.10% and a maturity date of May 31, 2035. Loan proceeds are and will be used for wastewater system improvements.	-	1,090,012
In April 2022, the city refunded \$211,923 USDA loan plus \$15,007 of issuance costs for a total issuance of \$226,930 and an annual interest rate of 2.90% to be paid semi-annually.	226,930	-
In, or about, fiscal year 2021-22 the State Water Resource Control Board issued a grant and debt to finance the construction of a sewer line. The resulting debt amounted to \$390,796, to be paid back in annual instalments with an interest rate of 1.7%.	-	390,796
Total Loans	\$ 226,930	\$ 5,012,568

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 8: Long-Term Liabilities (Continued)

Long-Term Liabilities (Continued)

The annual maturities for the years subsequent to June 30, 2022, are as follows:

Year Ending June 30,	USDA Loan 92-07 Refinance		
	Principal	Interest	Total
2023	\$ 7,970	\$ 5,807	\$ 13,777
2024	9,180	6,217	15,397
2025	10,100	5,937	16,037
2026	9,990	5,646	15,636
2027	9,880	5,358	15,238
2028 - 2032	56,350	22,088	78,438
2033 - 2037	64,510	13,360	77,870
2038 - 2041	58,950	3,516	62,466
	<u>\$ 226,930</u>	<u>\$ 67,929</u>	<u>\$ 294,859</u>

Year Ending June 30,	USDA Loans									
	91-08 Refinance		92-01		92-03		92-05		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest		
2023	\$ 114,600	\$ 74,946	\$ 11,800	\$ 14,009	\$ 4,000	\$ 4,680	\$ 3,400	\$ 2,564	\$ 229,999	
2024	118,370	73,417	12,300	13,466	4,100	4,498	3,500	2,452	232,103	
2025	123,290	70,434	12,900	12,899	4,300	4,309	3,600	2,337	234,069	
2026	123,110	67,327	13,500	12,305	4,500	4,111	3,700	2,218	230,771	
2027	132,940	64,224	14,100	11,684	4,700	3,904	3,800	2,096	237,448	
2028 - 2032	708,020	269,813	80,500	48,094	26,900	16,076	21,100	8,497	1,179,000	
2033 - 2037	798,370	175,927	100,300	27,839	33,500	9,304	24,700	4,792	1,174,732	
2038 - 2042	909,260	69,819	71,800	4,941	24,000	1,656	16,800	832	1,099,108	
	<u>\$3,027,960</u>	<u>\$ 865,907</u>	<u>\$ 317,200</u>	<u>\$ 145,237</u>	<u>\$ 106,000</u>	<u>\$ 48,538</u>	<u>\$ 80,600</u>	<u>\$ 25,788</u>	<u>\$4,617,230</u>	

Year Ending June 30,	State Water Resource Control Board					
	Phase I			Phase II		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 67,782	\$ 22,890	\$ 90,672	\$ 10,094	\$ 6,643	\$ 16,737
2024	69,205	21,467	90,672	10,266	6,472	16,738
2025	70,658	20,014	90,672	10,440	6,297	16,737
2026	72,142	18,530	90,672	10,618	6,120	16,738
2027	73,657	17,015	90,672	10,798	5,939	16,737
2028 - 2032	392,149	61,212	453,361	56,807	26,881	83,688
2033 - 2037	344,419	18,270	362,689	61,803	21,884	83,687
2038 - 2042	-	-	-	67,238	16,450	83,688
2043 - 2047	-	-	-	73,150	10,537	83,687
2048 - 2052	-	-	-	79,582	4,106	83,688
	<u>\$1,090,012</u>	<u>\$ 179,398</u>	<u>\$1,269,410</u>	<u>\$ 390,796</u>	<u>\$ 111,329</u>	<u>\$ 502,125</u>

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

Note 9: Defined Benefit Pension Plan

Plan Description

The Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (the Plan or PERF C) is administered by the CalPERS. The Plan consists of a miscellaneous risk pool and a safety risk pool, which are comprised of individual employer miscellaneous and safety rate plans, respectively. Individual employers may sponsor more than one miscellaneous and safety rate plan. Each individual employer rate plan generally has less than 100 active members.

The Plan was established to provide retirement, death and disability benefits to public agency rate plans with generally less than 100 active members. The benefit provisions for PERF C employees are established by statute. A full description regarding the number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information for the respective rate plan is listed in the respective rate plan's June 30, 2019 Annual Valuation Report ("funding valuation"). Details of the benefits provided can be obtained in Appendix B of the funding valuation report. This report and CalPERS' audited financial statements are publicly available reports that can be found on CalPERS' website at <https://www.calpers.ca.gov/page/forms-publications>.

Benefits Provided and Contributions

Per the City of Biggs June 30, 2018 Annual Actuarial Valuation Reports for the respective pension plans, the following are the benefits and employee and employer contribution requirements

Member Category	Benefit Group		
	Misc. – Classic	Misc. – PEPRA	Safety – Classic
Benefit Formula	2% @ 60	2% @ 62	2% @ 55
Social Security	Yes	Yes	Yes
(Full/Modified)	Modified	Full	Modified
Employee Contribution Rate	7.00%	6.25%	N/A
Final Avg. Comp Period	3 Yr.	3 Yr.	3 Yr.
Sick Leave Credit	Yes	Yes	Yes
Non-Industrial Disability	Standard	Standard	Standard
Industrial Disability	No	No	Yes
Pre-Retirement Death Benefits			
Optional Settlement 2	Yes	Yes	Yes
Special	No	No	Yes
Post-Retirement Death Benefits			
Lump Sum	\$500	\$500	\$500
COLA	2%	2%	2%
Employer Contribution Rate	8.65%	6.75%	0.0%
Employer Unfunded Liability	\$48,963	\$912	\$19,624
Total Employer Contributions:	\$80,268	\$7,357	\$19,624

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 9: Employees’ Retirement Plan (Continued)

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

At June 30, 2022, the District reported a liability of \$431,000 for its proportionate share of the net pension liability. The schedule of employer allocations for components of net pension liability provides allocation factors by employer for rate plans within the miscellaneous and safety risk pools based on the following allocation methodology: The schedule of employer allocations for components of net pension liability includes two ratios:

- 1) Actuarial Accrued Liability – Determined based on the actuarial accrued liability from the most recent actuarial valuation report as of June 30, 2020 used for funding purposes.
- 2) Market Value of Assets – Determined based on the sum of the market value of assets from the most recent actuarial valuation report as of June 30, 2020 used for funding purposes plus supplemental payments made by employers during the current measurement period to reduce their unfunded actuarial accrued liabilities.

The schedule of employer allocations for components of net pension liability is based on actuarial valuation reports that are one year in arrears. As such, there will be a one year lag between the time an employer enters the Plan and the fiscal year the employer is first included on the schedule of employer allocations for components of net pension liability. Employers joining the Plan during the fiscal year ended June 30, 2021, will be included in the schedule of employer allocations for components of net pension liability as of and for the fiscal year ended June 30, 2022.

The employers’ proportionate share percentages of the miscellaneous and safety risk pools were first determined at the rate plan level. The employers’ total proportion of the respective miscellaneous and safety risk pools reflects the sum of the proportions of the respective miscellaneous and safety rate plans.

When applying the allocation methodology to the collective miscellaneous or safety risk pool pension amounts, employers should determine proportionate shares using the employer allocation factors as follows:

- 1) Total Pension Liability (TPL) – Allocate based on the employer’s share of the actuarial accrued liability.
- 2) Fiduciary Net Position (FNP) – Allocate based on the employer’s share of the market value of assets plus additional payments.
- 3) Net Pension Liability (NPL) – After completing the above calculations, subtract FNP from TPL to calculate the employer’s NPL.
- 4) Deferred Outflows of Resources, Deferred Inflows of Resources – Allocate based on the employer’s share of the net pension liability as noted in 3) above.
- 5) Pension Expense – After completing the above calculations, calculate the employer’s share of collective pension expense based on the employer’s share of changes in net pension liability, changes in deferred outflows and deferred inflows of resources, and the employer’s contributions for the fiscal year ended June 30, 2020. The schedule of collective pension amounts does not reflect employer-specific amounts such as changes in proportion and employer contributions to PERF C subsequent to the measurement date. Appropriate treatment of such amounts is the responsibility of the employers.

An employer’s proportionate share of pension amounts for PERF C equals the sum of the employer’s proportionate shares of pension amounts for the respective miscellaneous and safety risk pools. At June 30, 2021, the District’s proportion was:

	<u>Jun. 30, 2021</u>	<u>Jun. 30, 2020</u>	<u>Difference</u>
Misc. Net Pension Liability Allocation Basis	0.0001733	0.0001548	0.0000185
Safety Net Pension Liability Allocation Basis	0.0000295	0.0000214	0.0000081

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 9: Employees' Retirement Plan (Continued)

For the year ended June 30, 2022, the City recognized pension expense of \$9,000. At June 30, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous	Safety	Total
Differences between Expected and Actual Experience	\$ 37,000	\$ 18,000	\$ 55,000
Differences between Projected and Actual Investment Earnings	(287,000)	(62,000)	(349,000)
Differences between Employer's Contributions and Proportionate Share of Contributions	(34,000)	7,000	(27,000)
Change in Employer's Proportion	19,000	(12,000)	7,000
Pension Contributions Made Subsequent to Measurement Date	88,000	19,000	107,000
Total	\$ (177,000)	\$ (30,000)	\$ (207,000)

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

Year ended June 30:	Miscellaneous	Safety	Total
2023	30,000	\$ 11,000	\$ 41,000
2024	(61,000)	(10,000)	(71,000)
2025	(67,000)	(14,000)	(81,000)
2026	(79,000)	(17,000)	(96,000)
Total	\$ (177,000)	\$ (30,000)	\$ (207,000)

Actuarial Methods and Assumptions. The collective total pension liability for the June 30, 2020 measurement period was determined by an actuarial valuation as of June 30, 2019, with update procedures used to roll forward the total pension liability to June 30, 2020. The collective total pension liability was based on the following assumptions:

Investment rate of return	7.15%
Inflation	2.50%
Salary increases	Varies by Entry Age and Service
Mortality rate table ¹	Derived using CalPERS' Membership Data for all Funds Contract COLA up to 2.50% until Purchasing Power
Post-Retirement Benefit Increase	Protection Allowance Floor on Purchasing Power applies

¹ The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 9: Employees' Retirement Plan (Continued)

Actuarial Methods and Assumptions

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

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

The expected real rates of return by asset class are as followed:

Asset Class ¹	Assumed Asset Allocation	Real Return Years 1 – 10 ²	Real Return Years 11+ ³
Global Equity	50.00%	4.80%	5.98%
Fixed Income	28.00%	1.00%	2.62%
Inflation Assets	-	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Assets	13.00%	3.75%	4.93%
Liquidity	1.00%	-	(0.92)%

¹In the System's Annual Comprehensive Financial Report (ACFR), Fixed Income is included in Global Debt Securities; Liquidity is included in Short-Term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

²An expected inflation rate of 2.00% used for this period.

³An expected inflation rate of 2.92% used for this period.

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

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

Sensitivity of the City of Biggs’ Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability calculated using a discount rate of 7.15%, as well as what the collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.15%) or 1-percentage-point higher (8.15%) than the current rate:

	1% Decrease (6.15%)	Current Discount Rate (7.15%)	1% Increase (8.15%)
District's misc. proportionate share of the net pension liability	\$ 723,000	\$ 328,000	\$ 3,000
District's safety proportionate share of the net pension liability	150,000	103,000	65,000

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial report at <https://www.calpers.ca.gov>.

NOTE 10: Post-Employment Health Care Benefits

Plan Description

The City provides employees and retirees and their surviving family members the health benefits plan provided pursuant to the Public Employees' Medical and Hospital Care Act (“PEMHCA”), as set forth in Government Code §22750 – 22948. The plan is a single-employer, defined benefit OPEB plan administered by the City. Government Code §22777 provides that “health benefit plan” means any program or entity that provides, arranges, pays for, or reimburses the cost of health benefits for employees and retirees and their surviving family members with health benefits provided through the California Public Employee’s Pension System (“CalPERS”). ***No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.***

Benefits Provided

The plan provides healthcare benefits for retirees and their dependents. The benefit terms provide for payment of the statutory minimum, \$149 per month as of June 30, 2022, of health insurance premiums for retirees.

Employees covered by benefit terms

At June 30, 2022, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	2
Active employees	8
Total	10

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 10: Post-Employment Health Care Benefits *(Continued)*

Total OPEB Liability

The City's total OPEB liability of \$79,000 was measured as of June 30, 2020, and was determined in place of an actuarial valuation, the total OPEB liability was measured using the alternative measurement method discussed in GASB, Statement, 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, paragraphs 225 and 226.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate ¹	4.09%
Benefit Increase Rate ²	2.20%
Inflation (prior 5-year average of CalPERS minimum contribution increases)	5.90%

¹ <https://www.spglobal.com/spdji/en/indices/fixed-income/sp-municipal-bond-20-year-high-grade-rate-index/#data>

² https://data.bls.gov/timeseries/CUUR0000SA0L1E?output_view=pct_12mths

Mortality rates and probability rates were based on the CalPERS tables (as appropriate to respective risk pools) located at <https://www.calpers.ca.gov/docs/public-agencies-schools-assumption-methods.xlsx>.

Changes in the Total OPEB Liability

Balances at July 01, 2021	\$	85,000
Changes for the year:		
Service cost		59,000
Interest		6,000
Benefit payments		(2,000)
Net changes		<u>63,000</u>
Balances at June 30, 2022	<u>\$</u>	<u>148,000</u>

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.0 percent) or 1-percentage-point higher (5.0 percent) than the current discount rate:

	1% Decrease (3.09%)	Discount Rate (4.09%)	1% Increase (5.09%)
District's proportionate share of the net pension liability	\$ 164,000	\$ 148,000	\$ 115,000

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 11: Fund Balance

	General Fund	Non-Major Govt Funds	Total
Restricted			
ARPA	\$ -	\$ 449,989	\$ 449,989
Gas Tax 2032	-	153,408	153,408
Gas Tax	-	142,761	142,761
Drainage-Develo	-	186,032	186,032
TDA LTF /SB-325	-	134,405	134,405
RSTP/STIP Excha	-	189,021	189,021
HOME Grant	-	112,641	112,641
'39 Fire Truck	-	10,474	10,474
82-CDBG Grant	-	931	931
86-HUD Grant	-	24,605	24,605
CDBG Unrestrict	-	15,768	15,768
CDGB ProgInclIII	-	136,468	136,468
01 STBG-1797	-	129,265	129,265
CFD N BIGGS EST	-	9,175	9,175
SunWest Packagi	-	4,814	4,814
Betzler/Summit	-	8,877	8,877
HomeTown Cele	-	31	31
SunWest Expans	-	11,321	11,321
Restricted Total	-	1,719,986	1,719,986
Assigned			
Blding/Equipmnt	-	19,837	19,837
Fire Engine Rpl	-	274,599	274,599
Detention Basin	-	16,871	16,871
St Maint Reserv	-	276,382	276,382
Pub Wks Fac Res	-	18,059	18,059
Traffic Congest	-	6,727	6,727
Roads-Dev Impac	-	145,245	145,245
Parks-Rec, Dev.	-	143,363	143,363
Gen Govt-Dev Im	-	19,891	19,891
Police-Dev Impa	-	5,161	5,161
Fire-Dev Impact	-	18,472	18,472
Assigned Total	-	944,607	944,607
Unassigned			
Unassigned fund balance	1,070,372	-	1,070,372
Deficit fund balance			
14 SR2S Project	-	(250)	(250)
17 SR2S Cycle 2	-	(8,956)	(8,956)
19 SR2S Cycle 4	-	(33,817)	(33,817)
2nd St CMAQ Con	-	(140,894)	(140,894)
Bridge Reserve	-	(2,525)	(2,525)
Unassigned Total	1,070,372	(186,442)	883,930
Total	\$ 1,070,372	\$ 2,478,151	\$ 3,548,523

CITY OF BIGGS, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2022

NOTE 12: JPAs

The City is a member of three JPAs. The first is the NCPA, a California Joint Action Agency, was established in 1968 by a consortium of locally owned electric utilities to make joint investments in energy resources that would ensure a supply of electricity for customers in its member communities. The second is SCORE for general liability, vehicle liability, workers' compensation, crime, and errors and omissions purposes. The third is CJPRMA to provide excess coverage for its members.

These entities have budgeting and financial reporting requirements independent of member units and their financial statements are not presented in these financial statements; however, fund transactions between the entities and the City is included in these financial statements. Audited financial statements are available from the respective entities.

During the year ended June 30, 2022, the City made payments of \$1,839,262 and \$138,104 to NCPA and SCORE, respectively, CJPRMA paid through SCORE, no separate amount.

NOTE 13: RESTATEMENT

During the year ended June 30, 2022, the state water resource control board reevaluated a grant provided to the city for sewer construction. The result of that reevaluation reduced the prior year grant revenue and added a loan to the City. The result of the reevaluation is as follows:

	<u>Sewer Fund</u>
Balance as of June 30, 2021	\$ 11,794,573
USDA Loan restatement (Fund 030)	<u>(390,796)</u>
Restated balance	<u>\$ 11,403,777</u>

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

Unaudited

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF BIGGS, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE – BUDGETARY BASIS
GENERAL FUND
For the year ended June 30, 2022

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$ 199,980	\$ 199,980	\$ 256,255	\$ 56,275
Licenses and permits	27,500	27,500	35,458	7,958
Fines and forfeitures	22,150	22,150	5,863	(16,287)
Use of money	16,200	16,200	36,794	20,594
Intergovernmental	358,000	358,000	414,313	56,313
Charges for services	25,500	25,500	24,410	(1,090)
Other revenues	22,070	22,070	35,603	13,533
Total Revenues	671,400	671,400	808,696	137,296
EXPENDITURES				
Current:				
General Government	435,930	435,930	524,084	(88,154)
Public Safety	393,766	393,766	341,332	52,434
Public Ways and Facilities	151,153	151,153	170,768	(19,615)
Debt service:				
Principal	17,700	17,700	7,000	10,700
Interest and other charges	-	-	24,323	(24,323)
Capital outlay	4,200	4,200	-	4,200
Total Expenditures	1,002,749	1,002,749	1,067,507	(64,758)
Excess of Revenues Over (Under) Expenditures	(331,349)	(331,349)	(258,811)	72,538
OTHER FINANCING SOURCES (USES)				
Transfers in	150,000	150,000	150,000	-
Net Change in Fund Balances	(181,349)	(181,349)	(93,804)	87,545
Fund Balances - Beginning	1,164,176	1,164,176	1,164,176	
Fund Balances - Ending	\$ 982,827	\$ 982,827	\$ 1,070,372	

CITY OF BIGGS, CALIFORNIA
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
CalPERS RETIREMENT PLAN

	2022	2021	2020	2019	2018	2017	2016	2015
Miscellaneous Plan:								
Plan's proportion of the PERF C Net Pension Liability	0.0173%	0.0155%	0.0149%	0.0145%	0.0143%	0.0139%	0.0128%	0.0163%
Plan's Proportionate Share of Net Pension Liability	\$ 328,000	\$ 654,000	\$ 596,000	\$ 545,369	\$ 563,753	\$ 481,247	\$ 349,977	\$ 403,165
Plan's Covered-Employee Payroll	\$ 436,448	\$ 419,284	\$ 409,606	\$ 382,835	\$ 400,223	\$ 521,330	\$ 508,363	\$ 492,302
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	75%	156%	146%	142%	141%	92%	69%	82%
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	90%	78%	78%	78%	75%	76%	80%	81%
Safety Plan:								
Plan's proportion of the PERF C Net Pension Liability	0.0029%	0.0021%	0.0022%	0.0023%	0.0022%	0.0023%	0.0023%	0.0021%
Plan's Proportionate Share of Net Pension Liability	\$ 103,000	\$ 142,000	\$ 137,000	\$ 135,318	\$ 133,432	\$ 118,420	\$ 95,603	\$ 80,327
Plan's Covered-Employee Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability	87%	73%	73%	73%	72%	73%	77%	79%

The amounts presented for each fiscal year were determined as of June 30 of the prior fiscal year

CITY OF BIGGS, CALIFORNIA
SCHEDULE OF PENSION PLAN CONTRIBUTIONS

	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Miscellaneous Plan:								
Actuarially determined contributions	\$ 87,625	\$ 77,385	\$ 77,444	\$ 67,226	\$ 57,271	\$ 50,147	\$ 43,518	\$ 39,693
Actual contributions during the measurement period	(87,625)	(77,385)	(77,444)	(67,226)	(57,271)	(50,147)	(43,518)	(39,693)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 476,666	\$ 436,448	\$ 419,284	\$ 409,606	\$ 382,835	\$ 400,223	\$ 334,620	\$ 366,141
Contributions as a percentage of covered-employee	18%	18%	18%	16%	15%	13%	13%	11%
Safety Plan:								
Actuarially determined contributions	\$ 18,971	\$ 18,528	\$ 16,811	\$ 12,099	\$ 10,188	\$ 5,500	\$ 4,569	\$ 3,801
Actual contributions during the measurement period	(18,971)	(18,528)	(16,811)	(12,099)	(10,188)	(5,500)	(4,569)	(3,801)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions as a percentage of covered-employee	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

CITY OF BIGGS, CALIFORNIA
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS

	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Changes for the year:					
Service cost	\$ 59,000	\$ 5,000	\$ 67,968	\$ 15,514	\$ 15,514
Interest	6,000	2,000	-	-	-
Changes of benefit terms	-	-	2,101	-	-
Benefit payments	(2,000)	(1,000)	(3,336)	(15,514)	(15,026)
Net Changes in Total OPEB Liability	63,000	6,000	66,733	-	488
Total OPEB Liability - Beginning	85,000	79,000	12,267	12,267	11,779
Total OPEB Liability - Ending	<u>\$ 148,000</u>	<u>\$ 85,000</u>	<u>\$ 79,000</u>	<u>\$ 12,267</u>	<u>\$ 12,267</u>
Covered Payroll	\$ 476,666	\$ 436,448	\$ 409,606	\$ 382,835	\$ 400,223
Total OPEB liability as a percentage of covered payroll	31%	19%	19%	3%	3%

District Has No Assets Accumulated in a Trust to Pay Related Benefits

COMBINING NONMAJOR FUND STATEMENTS

Unaudited

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF BIGGS, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2022

	ARPA	Gas Tax 2032	Gas Tax	Drainage- Develo	14 SR2S Project	TDA LTF /SB- 325	17 SR2S Cycle 2	19 SR2S Cycle 4	2nd St CMAQ Con	TDA STA /SB- 620
ASSETS										
Cash and investments	\$ 225,241	\$ 146,538	\$ 139,007	\$ 186,032	\$ -	\$ 135,140	\$ -	\$ -	\$ -	\$ -
Accounts receivable (net of allowance)	224,748	6,870	4,133	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 449,989	\$ 153,408	\$ 143,140	\$ 186,032	\$ -	\$ 135,140	\$ -	\$ -	\$ -	\$ -
LIABILITIES AND FUND BALANCES										
LIABILITIES										
Accrued liabilities	\$ -	\$ -	\$ 379	\$ -	\$ -	\$ 735	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	250	-	8,956	33,817	140,894	-
Total Liabilities	-	-	379	-	250	735	8,956	33,817	140,894	-
FUND BALANCES										
Restricted	449,989	153,408	142,761	186,032	-	134,405	-	-	-	-
Unassigned	-	-	-	-	(250)	-	(8,956)	(33,817)	(140,894)	-
Total Fund Balances	449,989	153,408	142,761	186,032	(250)	134,405	(8,956)	(33,817)	(140,894)	-
Total Liabilities and F	\$ 449,989	\$ 153,408	\$ 143,140	\$ 186,032	\$ -	\$ 135,140	\$ -	\$ -	\$ -	\$ -

CITY OF BIGGS, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
June 30, 2022

	RSTP/STIP		'39 Fire	82-CDBG	86-HUD	CDBG	CDGB	01 STBG-	CFD N BIGGS	SunWest
	Excha	HOME Grant	Truck	Grant	Grant	Unrestrict	ProgrIncll	1797	EST	Packagi
ASSETS										
Cash and investments	\$ 168,185	\$ 112,641	\$ 10,474	\$ 931	\$ 24,605	\$ 15,768	\$ 136,468	\$ 129,265	\$ 9,608	\$ 4,814
Accounts receivable (net of allowance)	20,847	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 189,032	\$ 112,641	\$ 10,474	\$ 931	\$ 24,605	\$ 15,768	\$ 136,468	\$ 129,265	\$ 9,608	\$ 4,814
LIABILITIES AND FUND BALANCES										
LIABILITIES										
Accrued liabilities	\$ 11	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 433	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-	-	-
Total Liabilities	11	-	-	-	-	-	-	-	433	-
FUND BALANCES										
Restricted	189,021	112,641	10,474	931	24,605	15,768	136,468	129,265	9,175	4,814
Unassigned	-	-	-	-	-	-	-	-	-	-
Total Fund Balances	189,021	112,641	10,474	931	24,605	15,768	136,468	129,265	9,175	4,814
Total Liabilities and F	\$ 189,032	\$ 112,641	\$ 10,474	\$ 931	\$ 24,605	\$ 15,768	\$ 136,468	\$ 129,265	\$ 9,608	\$ 4,814

CITY OF BIGGS, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
June 30, 2022

	Betzler/Sum mit	HomeTown Cele	SunWest Expans	94 CDBG	01 STBG Loans	2004 HOME 0707	2004 HOME 3073	Curb/Gutter Ln	Non-Major Special Revenue Funds
ASSETS									
Cash and investments	\$ 8,877	\$ 31	\$ 11,321	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,464,946
Accounts receivable (net of allowance)	-	-	-	11,196	184,420	465,122	123,714	870	1,041,920
Due from other funds	-	-	-	-	-	-	-	-	-
Total Assets	\$ 8,877	\$ 31	\$ 11,321	\$ 11,196	\$ 184,420	\$ 465,122	\$ 123,714	\$ 870	\$ 2,506,866
LIABILITIES AND FUND BALANCES									
LIABILITIES									
Accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,558
Due to Other Funds	-	-	-	-	-	-	-	-	183,917
Unearned Revenue	-	-	-	11,196	184,420	465,122	123,714	870	785,322
Customer Deposits	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	11,196	184,420	465,122	123,714	870	970,797
FUND BALANCES									
Restricted	8,877	31	11,321	-	-	-	-	-	1,719,986
Unassigned	-	-	-	-	-	-	-	-	(183,917)
Total Fund Balances	8,877	31	11,321	-	-	-	-	-	1,536,069
Total Liabilities and Fund Balances	\$ 8,877	\$ 31	\$ 11,321	\$ 11,196	\$ 184,420	\$ 465,122	\$ 123,714	\$ 870	\$ 2,506,866

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
June 30, 2022

	ARPA	Gas Tax 2032	Gas Tax	Drainage- Develo	14 SR2S Project	TDA LTF /SB- 325	17 SR2S Cycle 2	19 SR2S Cycle 4	2nd St CMAQ Con	TDA STA /SB- 620
REVENUES										
Taxes and assesments	\$ -	\$ 36,078	\$ 46,496	\$ -	\$ -	\$ 46,864	\$ -	\$ -	\$ -	\$ -
Use of money	493	290	284	382	-	282	-	-	-	-
Intergovernmental	224,748	-	-	-	-	-	-	-	9,395	-
Charges for services	-	-	-	36,416	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-	-	-
Total Revenues	225,241	36,368	46,780	36,798	-	47,146	-	-	9,395	-
EXPENDITURES										
Current:										
General Government	-	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Ways and Facilities	-	-	21,344	-	-	42,195	2,203	-	-	-
Electric	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	21,344	-	-	42,195	2,203	-	-	-
Net Change in Fund Balances	225,241	36,368	25,436	36,798	-	4,951	18,644	-	9,395	-
Fund Balances - Beginning	224,748	117,040	117,325	149,234	(250)	129,454	(27,600)	(33,817)	(150,289)	-
Fund Balances - Ending	\$ 449,989	\$ 153,408	\$ 142,761	\$ 186,032	\$ (250)	\$ 134,405	\$ (8,956)	\$ (33,817)	\$ (140,894)	\$ -

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
June 30, 2022

	RSTP/STIP Excha	HOME Grant	'39 Fire Truck	82-CDBG Grant	86-HUD Grant	CDBG Unrestrict	CDGB ProgIncll	01 STBG- 1797	CFD N BIGGS EST	SunWest Packagi
REVENUES										
Taxes and assesments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,970	\$ -
Use of money	369	243	23	2	54	35	297	255	7	11
Intergovernmental	20,847	3,410	-	-	-	-	1,875	50,277	-	-
Charges for services	-	-	-	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-	-	-
Total Revenues	21,216	3,653	23	2	54	35	2,172	50,532	23,977	11
EXPENDITURES										
Current:										
General Government	-	-	-	-	-	-	-	-	20,053	-
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Ways and Facilities	246	-	-	-	-	-	-	-	-	-
Electric	-	-	-	-	-	-	-	-	3,652	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
Total Expenditures	246	-	-	-	-	-	-	-	23,705	-
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	-	-	-	-	-	-	-	-
Net Change in Fund Balances	20,970	3,653	23	2	54	35	2,172	50,532	272	11
Fund Balances - Beginning	168,051	108,988	10,451	929	24,551	15,733	134,296	78,733	8,903	4,803
Fund Balances - Ending	\$ 189,021	\$ 112,641	\$ 10,474	\$ 931	\$ 24,605	\$ 15,768	\$ 136,468	\$ 129,265	\$ 9,175	\$ 4,814

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
June 30, 2022

	Betzler/Sum mit	HomeTown Cele	SunWest Expans	86 CDBG	94 CDBG	01 STBG Loans	2004 HOME 0707	2004 HOME 3073	Curb/Gutter Ln	Non-Major Special Revenue Funds
REVENUES										
Taxes and assesments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 153,408
Use of money	20	-	25	-	-	-	-	-	-	3,072
Intergovernmental	-	-	-	-	-	-	-	-	-	310,552
Charges for services	-	-	-	-	-	-	-	-	-	36,416
Other revenues	-	-	-	-	-	-	-	-	-	-
Total Revenues	20	-	25	-	-	-	-	-	-	503,448
EXPENDITURES										
Current:										
General Government	-	-	-	-	-	-	-	-	-	20,053
Public Safety	-	-	-	-	-	-	-	-	-	-
Public Ways and Facilities	-	-	-	-	-	-	-	-	-	65,988
Electric	-	-	-	-	-	-	-	-	-	3,652
Capital outlay	-	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-	-	-	-	89,693
Net Change in Fund Balances	20	-	25	-	-	-	-	-	-	434,602
Fund Balances - Beginning	8,857	31	11,296	-	-	-	-	-	-	1,101,467
Fund Balances - Ending	\$ 8,877	\$ 31	\$ 11,321	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,536,069

CITY OF BIGGS, CALIFORNIA
BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
June 30, 2022

	Blding/Equipm nt	Fire Engine Rpl	Bridge Reserve	Detention Basin	St Maint Reserv	Pub Wks Fac Res	Traffic Congest
ASSETS							
Cash and investments	\$ 19,837	\$ 274,599	\$ -	\$ 16,871	\$ 276,382	\$ 18,059	\$ 6,727
Due from other funds	-	-	-	-	-	-	-
Total Assets	<u>\$ 19,837</u>	<u>\$ 274,599</u>	<u>\$ -</u>	<u>\$ 16,871</u>	<u>\$ 276,382</u>	<u>\$ 18,059</u>	<u>\$ 6,727</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	2,525	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>2,525</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES							
Assigned	19,837	274,599	-	16,871	276,382	18,059	6,727
Unassigned	-	-	(2,525)	-	-	-	-
Total Fund Balances	<u>19,837</u>	<u>274,599</u>	<u>(2,525)</u>	<u>16,871</u>	<u>276,382</u>	<u>18,059</u>	<u>6,727</u>
Total Liabilities and Fund Balances	<u>\$ 19,837</u>	<u>\$ 274,599</u>	<u>\$ -</u>	<u>\$ 16,871</u>	<u>\$ 276,382</u>	<u>\$ 18,059</u>	<u>\$ 6,727</u>

CITY OF BIGGS, CALIFORNIA
BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS (Continued)
June 30, 2022

	Roads-Dev Impac	Parks-Rec, Dev.	Gen Govt-Dev Im	Police-Dev Impa	Fire-Dev Impact	Non-Major Capital Projects Funds
ASSETS						
Cash and investments	\$ 145,245	\$ 143,363	\$ 19,891	\$ 5,161	\$ 18,472	\$ 944,607
Due from other funds	-	-	-	-	-	-
Total Assets	<u>\$ 145,245</u>	<u>\$ 143,363</u>	<u>\$ 19,891</u>	<u>\$ 5,161</u>	<u>\$ 18,472</u>	<u>944,607</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	2,525
Total Liabilities	-	-	-	-	-	<u>2,525</u>
FUND BALANCES						
Assigned	145,245	143,363	19,891	5,161	18,472	944,607
Unassigned	-	-	-	-	-	(2,525)
Total Fund Balances	<u>145,245</u>	<u>143,363</u>	<u>19,891</u>	<u>5,161</u>	<u>18,472</u>	<u>942,082</u>
Total Liabilities and Fund Balances	<u>\$ 145,245</u>	<u>\$ 143,363</u>	<u>\$ 19,891</u>	<u>\$ 5,161</u>	<u>\$ 18,472</u>	<u>\$ 944,607</u>

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS (Continued)
June 30, 2022

	Blding / Equipmnt	Fire Engine Rpl	Bridge Reserve	Detention Basin	St Maint Reserv	Pub Wks Fac Res	Traffic Congest
REVENUES							
Use of money	\$ 40	\$ 593	\$ -	\$ 37	\$ 595	\$ 40	\$ 15
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Total Revenues	40	593	-	37	595	40	15
EXPENDITURES							
Current:							
General Government	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-	-
Excess of Revenues Over (Under) Expenditures	40	593	-	37	595	40	15
OTHER FINANCING SOURCES (USES)							
Transfers in	5,000	12,000	-	-	15,000	-	-
Net Change in Fund Balances	5,040	12,593	-	37	(5,252)	40	15
Fund Balances - Beginning	14,797	262,006	(2,525)	16,834	281,634	18,019	6,712
Fund Balances - Ending	\$ 19,837	\$ 274,599	\$ (2,525)	\$ 16,871	\$ 276,382	\$ 18,059	\$ 6,727

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS (Continued)
June 30, 2022

	Roads-Dev Impac	Parks-Rec, Dev.	Gen Govt-Dev Im	Police-Dev Impa	Fire-Dev Impact	Non-Major Capital Projects Funds
REVENUES						
Use of money	\$ 298	\$ 283	\$ 37	\$ 11	\$ 38	\$ 1,987
Intergovernmental	-	-	-	-	-	-
Charges for services	28,432	45,900	9,072	1,024	3,616	88,044
Total Revenues	28,730	46,183	9,109	1,035	3,654	90,031
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-
Excess of Revenues Over (Under) Expenditures	28,730	46,183	9,109	1,035	3,654	90,031
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	32,000
Net Change in Fund Balances	28,730	46,183	9,109	1,035	3,654	101,184
Fund Balances - Beginning	116,515	97,180	10,782	4,126	14,818	840,898
Fund Balances - Ending	\$ 145,245	\$ 143,363	\$ 19,891	\$ 5,161	\$ 18,472	\$ 942,082

CITY OF BIGGS, CALIFORNIA
STATEMENT OF NET POSITION
SEWER FUNDS
June 30, 2022

	Sewer Fund	Sewer Imp Fund	Sewer Bond Res.	WWTP Phase One	WWTP Phase Two	SWRCB Ln Reserv	Sewer Dev Impac	Total Sewer
ASSETS								
Cash and investments	\$ 653,153	\$ 8,483	\$ 40,500	\$ -	\$ 8,483	\$ 70,100	\$ 237,930	\$ 1,018,649
Receivable (net of allowance)	81,565	10,269	-	-	-	-	-	91,834
Capital assets:								
Non-depreciable	3,194,756	-	-	-	-	-	-	3,194,756
Depreciable, net	9,288,782	-	-	-	-	-	-	9,288,782
Total Assets	13,218,256	18,752	40,500	-	8,483	70,100	237,930	13,594,021
DEFERRED OUTFLOWS OF RESOURCES								
Deferred outflows, pensions	26,000	2,000	-	-	-	-	-	28,000
LIABILITIES								
Payables	101,257	8,657	-	-	-	-	-	109,914
Customer deposits	16,184	-	-	-	-	-	-	16,184
Long-term liabilities - current	77,876	19,200	-	-	-	-	-	97,076
Long-term liabilities - noncurrent	1,510,831	491,033	-	-	-	-	-	2,001,864
Total Liabilities	1,706,148	518,890	-	-	-	-	-	2,225,038
DEFERRED INFLOWS OF RESOURCES								
Deferred inflows, pensions	58,000	5,000	-	-	-	-	-	63,000
NET POSITION								
Net investment in capital assets	11,002,729	-	-	-	-	-	-	11,002,729
Unrestricted	477,379	(503,138)	40,500	-	8,483	70,100	237,930	331,254
Total Net Position	\$11,480,108	\$ (503,138)	\$ 40,500	\$ -	\$ 8,483	\$ 70,100	\$ 237,930	\$11,333,983

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
SEWER FUNDS
June 30, 2022

	Sewer Fund	Sewer Imp Fund	Sewer Bond Res.	WWTP Phase One	WWTP Phase Two	SWRCB Ln Reserv	Sewer Dev Impac	Total Sewer
OPERATING REVENUES								
Charges for services	\$ 579,747	\$ 72,369	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 652,116
OPERATING EXPENSES								
Personnel costs	154,553	17,289	-	-	-	-	-	171,842
Utilities	5,569	-	-	-	-	-	-	5,569
Repair and maintenance	7,332	-	-	-	-	-	-	7,332
Supplies	37,774	-	-	-	-	-	-	37,774
Professional services	86,871	23,597	-	-	-	-	-	110,468
Other expenses	24,507	-	-	-	-	-	-	24,507
Depreciation	160,154	-	-	-	-	-	-	160,154
Total Operating Expenses	476,760	40,886	-	-	-	-	-	517,646
Operating Income	102,987	31,483	-	-	-	-	-	134,470
NON-OPERATING REVENUES (EXPENSES)								
Interest and penalties	1,735	-	117	-	-	100	521	2,473
Developer fees	108,945	-	-	-	-	-	-	108,945
Governmental grants	-	-	-	-	-	-	-	-
Interest expense	(125,786)	(37,487)	-	-	(118,196)	-	-	(281,469)
Total Non-Operating Revenues (Expenses)	(15,106)	(37,487)	117	-	(118,196)	100	521	(170,051)
Income Before Transfers	87,881	(6,004)	117	-	(118,196)	100	521	(35,581)
Transfers in	-	90,000	-	-	-	24,534	-	114,534
Transfers out	(11,550)	-	(12,984)	-	(90,000)	-	-	(114,534)
Total Transfers	(11,550)	90,000	(12,984)	-	(90,000)	24,534	-	-
Change in Net Position	76,331	83,996	(12,867)	-	(208,196)	24,634	521	(35,581)
Total Net Position - Beginning (Restated)	11,403,777	(587,134)	53,367	-	216,679	45,466	237,409	11,369,564
Total Net Position - Ending	\$11,480,108	\$ (503,138)	\$ 40,500	\$ -	\$ 8,483	\$ 70,100	\$ 237,930	\$11,333,983

CITY OF BIGGS, CALIFORNIA
STATEMENT OF NET POSITION
ELECTRIC FUNDS
June 30, 2022

	Electric Fund	Public Benefits	NCPA GOR Reserv	CAISO Reserve	GHG Credits	Electric Imp.	Elect Dev Impac	Total Electric
ASSETS								
Cash and investments	\$ 881,084	\$ 301,606	\$ 633,198	\$ 118,432	\$ 685,759	\$ 797,690	\$ 26,374	\$ 3,444,143
Receivable (net of allowance)	331,323	7,208	-	-	-	-	-	338,531
Due from other funds	837	-	-	-	-	-	-	837
Capital assets:								
Non-depreciable	7,158	-	-	-	-	-	-	7,158
Depreciable, net	428,486	-	-	-	-	-	-	428,486
Total Assets	1,648,888	308,814	633,198	118,432	685,759	797,690	26,374	4,219,155
DEFERRED OUTFLOWS OF RESOURCES								
Deferred outflows, pensions	35,000	1,000	-	-	-	-	-	36,000
LIABILITIES								
Payables	4,836	68	-	-	-	-	-	4,904
Customer deposits	167,912	-	-	-	-	-	-	167,912
Long-term liabilities - noncurrent	126,267	5,860	-	-	-	-	-	132,127
Total Liabilities	299,015	5,928	-	-	-	-	-	304,943
DEFERRED INFLOWS OF RESOURCES								
Deferred inflows, pensions	78,000	3,000	-	-	-	-	-	81,000
NET POSITION								
Net investment in capital assets	435,644	-	-	-	-	-	-	435,644
Restricted for:								
Energy scheduling services	-	-	633,198	118,432	-	-	-	751,630
Unrestricted	871,229	300,886	-	-	685,759	797,690	26,374	2,681,938
Total Net Position	\$ 1,306,873	\$ 300,886	\$ 633,198	\$ 118,432	\$ 685,759	\$ 797,690	\$ 26,374	\$ 3,869,212

CITY OF BIGGS, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
ELECTRIC FUNDS
June 30, 2022

	Electric Fund	Public Benefits	NCPA GOR Reserv	CAISO Reserve	GHG Credits	Electric Imp.	Elect Dev Impac	Total Electric
OPERATING REVENUES								
Charges for services	\$ 2,440,596	\$ 55,383	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,495,979
Miscellaneous services	(27,979)	-	-	1,115	125,391	-	-	98,527
Total Operating Revenue	2,412,617	55,383	-	1,115	125,391	-	-	2,594,506
OPERATING EXPENSES								
Personnel costs	204,186	8,885	-	-	-	-	-	213,071
Cost of contractual services	1,785,459	-	24,664	-	-	-	-	1,810,123
Utilities	3,064	4,445	-	-	-	-	-	7,509
Repair and maintenance	534,483	943	-	-	-	-	-	535,426
Supplies	71,077	-	-	-	-	-	-	71,077
Professional services	365,956	-	-	-	-	-	-	365,956
Other expenses	142,300	-	-	-	-	-	-	142,300
Depreciation	46,339	-	-	-	-	-	-	46,339
Total Operating Expenses	3,152,864	14,273	24,664	-	-	-	-	3,191,801
Operating Income	(740,247)	41,110	(24,664)	1,115	125,391	-	-	(597,295)
NON-OPERATING REVENUES (EXPENSES)								
Interest and penalties	124,719	630	28,872	-	1,417	17,467	58	173,163
Developer fees	21,765	-	-	-	-	-	-	21,765
Governmental grants	1,029	-	-	-	-	-	-	1,029
Total Non-Operating Revenues (Expenses)	147,513	630	28,872	-	1,417	17,467	58	195,957
Income Before Transfers	(592,734)	41,740	4,208	1,115	126,808	17,467	58	(401,338)
Transfers in	-	-	-	-	-	56,325	-	56,325
Transfers out	(228,325)	-	-	-	-	-	-	(228,325)
Total Transfers	(228,325)	-	-	-	-	56,325	-	(172,000)
Change in Net Position	(821,059)	41,740	4,208	1,115	126,808	73,792	58	(573,338)
Total Net Position - Beginning	2,127,932	259,146	628,990	117,317	558,951	723,898	26,316	4,442,550
Total Net Position - Ending	\$ 1,306,873	\$ 300,886	\$ 633,198	\$ 118,432	\$ 685,759	\$ 797,690	\$ 26,374	\$ 3,869,212

CITY OF BIGGS, CALIFORNIA
STATEMENT OF NET POSITION
WATER FUNDS
June 30, 2022

	Water Fund	Water Dev Impac	Water Imp.	Water Reserve F	Water Tank	Total Water
ASSETS						
Cash and investments	\$ 369,411	\$ 141,794	\$ 286,947	\$ 205,529	\$ (428,004)	\$ 575,677
Receivable (net of allowance)	54,313	-	16,484	-	-	70,797
Capital assets:						
Non-depreciable	-	-	-	-	428,004	428,004
Depreciable, net	-	-	4,024,081	-	-	4,024,081
Total Assets	423,724	141,794	4,327,512	205,529	-	5,098,559
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows, pensions	26,000	-	2,000	-	-	28,000
LIABILITIES						
Payables	7,804	-	20,258	-	-	28,062
Long-term liabilities - current	-	-	114,600	-	-	114,600
Long-term liabilities - noncurrent	98,878	-	2,919,793	-	-	3,018,671
Total Liabilities	106,682	-	3,054,651	-	-	3,161,333
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows, pensions	58,000	-	51,542	-	-	109,542
NET POSITION						
Net investment in capital assets	-	-	996,121	-	-	996,121
Unrestricted	285,042	141,794	227,198	205,529	-	859,563
Total Net Position	\$ 285,042	\$ 141,794	\$ 1,223,319	\$ 205,529	\$ -	\$ 1,855,684

CITY OF BIGGS, CALIFORNIA
STATEMENT OF NET POSITION
WATER FUNDS
June 30, 2022

	Water Fund	Water Dev Impac	Water Imp.	Water Reserve F	Water Tank	Total Water
OPERATING REVENUES						
Charges for services	\$ 382,243	\$ -	\$ 114,582	\$ -	\$ -	\$ 496,825
Miscellaneous services	1,364	-	-	-	-	1,364
Total Operating Revenue	383,607	-	114,582	-	-	498,189
OPERATING EXPENSES						
Personnel costs	150,376	-	11,368	-	-	161,744
Utilities	12,671	-	-	-	-	12,671
Repair and maintenance	4,157	-	-	-	-	4,157
Supplies	16,693	-	-	-	-	16,693
Professional services	21,209	-	12,414	-	-	33,623
Other expenses	32,006	-	-	-	-	32,006
Depreciation	-	-	105,315	-	-	105,315
Total Operating Expenses	237,112	-	129,097	-	-	366,209
Operating Income	146,495	-	(14,515)	-	-	131,980
NON-OPERATING REVENUES (EXPENSES)						
Interest and penalties	-	310	674	279	-	1,263
Developer fees	57,150	-	-	-	-	57,150
Interest expense	-	-	(255,208)	-	-	(255,208)
Total Non-Operating Revenues (Expenses)	57,150	310	(254,534)	279	-	(196,795)
Income Before Transfers	203,645	310	(269,049)	279	-	(64,815)
Transfers in	-	-	120,000	-	-	120,000
Transfers out	(120,000)	-	-	-	-	(120,000)
Total Transfers	(120,000)	-	120,000	-	-	-
Change in Net Position	83,645	310	(149,049)	279	-	(64,815)
Total Net Position - Beginning	201,397	141,484	1,372,368	205,250	-	1,920,499
Total Net Position - Ending	\$ 285,042	\$ 141,794	\$ 1,223,319	\$ 205,529	\$ -	\$ 1,855,684

OTHER INDEPENDENT AUDITORS REPORTS

THIS PAGE INTENTIONALLY LEFT BLANK

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To The Honorable Mayor and Members of the City Council
of the City of Biggs
Biggs, California

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Biggs as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Biggs's basic financial statements, and have issued our report thereon dated February 22, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Biggs's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Biggs's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Biggs's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Biggs's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads 'R. T. Dennis Accountancy'. The signature is written in a cursive style and is positioned above a horizontal line.

February 22, 2023

RT DENNIS
ACCOUNTANCY