



**FOR YEAR ENDED**  
JUNE 30, 2024

# **ANNUAL COMPREHENSIVE FINANCIAL REPORT**





# **Town of Yucca Valley**

Yucca Valley, California

## **Annual Comprehensive Financial Report** For the fiscal year ended June 30, 2024



### **Administrative Services Department**

Curtis Yakimow  
Town Manager

Jordan Gumbish  
Finance Manager



# Town of Yucca Valley

## Table of Contents June 30, 2024

---

	<u>PAGE</u>
<b>INTRODUCTORY SECTION:</b>	
Letter of Transmittal	i
Elected and Appointed Officials	vii
Organizational Chart	viii
GFOA Certificate of Achievement for Excellence in Financial Reporting	ix
<b>FINANCIAL SECTION:</b>	
Independent Auditor's Report	1
Management's Discussion and Analysis	4
<b>Basic Financial Statements</b>	
<b>Government-Wide Financial Statements</b>	
Statement of Net Position	10
Statement of Activities	11
<b>Fund Financial Statements</b>	
<b>Governmental Funds</b>	
Balance Sheet	12
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	14
Statement of Revenues, Expenditures and Changes in Fund Balances	15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
<b>Fiduciary Funds</b>	
Statement of Fiduciary Net Position	18
Statement of Changes in Fiduciary Net Position	19
<b>Notes to the Basic Financial Statements</b>	20
<b>Required Supplementary Information</b>	
Budgetary Comparison Schedules:	
General Fund	53
Town Housing Special Revenue Fund	55
Measure Y – Town essential Services Special Revenue Fund	56
Measure Z – Sewer Assessment Assistance Special Revenue Fund	57
Schedule of Town's Proportionate Share of Plan's Net Pension Liability and Related Ratios as of the measurement date	58
Schedule of Pension Plan's Contributions	59
Schedule of Changes in the Net OPEB Liability/(Asset) and Related Ratios	60
Schedule of OPEB Contributions	61
<b>Notes to Required Supplementary Information</b>	62

# Town of Yucca Valley

## Table of Contents, continued June 30, 2024

---

	<u>PAGE</u>
<b>Supplemental Schedules</b>	
<b>Nonmajor Governmental Funds</b>	
Combined Balance Sheet	63
Combined Statement of Revenues, Expenditures and Changes in Fund Balances	64
<b>Nonmajor Special Revenue Funds</b>	
Fund Descriptions	65
Combining Balance Sheet	67
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	72
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Quimby Fees Special Revenue Fund	77
Traffic Safety Special Revenue Fund	78
Asset Seizure Special Revenue Fund	79
Gas Tax Special Revenue Fund	80
Local Transportation Act Special Revenue Fund	81
Street in Lieu Special Revenue Fund	82
Measure I - 2010 - 2040 Special Revenue Fund	83
Road Maintenance Rehabilitation Special Revenue Fund	84
Mello-Roos Special Revenue Fund	85
COPS - LLESA Special YV Revenue Fund	86
JAG Grant Special Revenue Fund	87
ARPA Special Revenue Fund	88
Recycling Activities Grant Special Revenue Fund	89
Landscape and Lighting Maintenance Special Revenue Fund	90
Street and Drainage District Fees Special Revenue Fund	91
Development Impact Fees Special Revenue Fund	92
Active Transportation Program Special Revenue Funds	93
Community Development Block Grant Special Revenue Fund	94
Desert Community Program Prop 68 Grant Special Revenue Fund	95
<b>Nonmajor Capital Projects Fund</b>	
Fund Description	96
Balance Sheet – Nonmajor Capital Projects Fund	97
Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Capital Projects Fund	98
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Retail Sector Improvements Capital Projects Fund	99
<b>Major Capital Projects Fund</b>	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Capital Projects Reserve Capital Projects Fund	100
<b>Major Debt Service Fund</b>	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual – Debt Service Fund	101

*Town of Yucca Valley*

**Table of Contents, continued**  
**June 30, 2024**

---

	<u>PAGE</u>
<b>STATISTICAL SECTION:</b>	
Overview of Statistical Section	102
Net Position by Component	105
Change in Net Position	107
Fund Balances of Governmental Funds	108
Changes in Fund Balances of Governmental Funds	110
Assessed Value and Estimated Actual Value of Taxable Property	111
Direct and Overlapping Property Tax Rates	114
Principal Property Taxpayers	116
Property Tax Levies and Collections	117
Ratios of Outstanding Debt by Type	118
Ratios of General Bonded Debt Outstanding	119
Legal Debt Margin Information	120
Pledged-Revenue Coverage	122
Demographic and Economic Statistics	123
Principal Employers	124
Employment Trends and Other Miscellaneous Information	125
Operating Indicators by Function	126
Capital Assets Statistics by Function	127





## INTRODUCTORY SECTION





November 14, 2024

Citizens of the Town of Yucca Valley  
Honorable Mayor  
Members of the Town Council

The annual comprehensive financial report of the Town of Yucca Valley (the “Town”) for the year ended June 30, 2024, is hereby submitted as required by both local ordinances and state statutes. These ordinances and statutes mandate that the Town of Yucca Valley annually issues a report on its financial position and activity and that an independent firm of certified public accountants audit this report. The management of the Town is responsible for the contents of the information contained in this report.

The financial reporting entity (the Town) includes all the funds of the primary government (i.e., the Town of Yucca Valley as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The Town provides a wide range of services including public safety, code enforcement, planning, building and safety, animal control, construction and maintenance of streets and infrastructure, recreational activities and cultural events. The Town provides public safety through a contract with the San Bernardino County Sheriff. Fire protection is provided to the Town and surrounding areas directly by the San Bernardino County Fire Department.

Blended component units, although legally separate entities, are in substance part of the primary government’s operations and are included as part of the primary government. With the dissolution of redevelopment agencies statewide in California following the passage of AB x1 26, redevelopment funds were permanently transitioned to a private purpose trust fund structure for the year ended June 30, 2012, and beyond.

### **Governmental Structure, Local Economic Condition and Outlook**

The Town, incorporated in 1991, is located in the southeastern part of the state, in the Morongo Basin just north of the Coachella Valley. The Town of Yucca Valley currently has a land area of 39 square miles and a population of 21,594. The Town is empowered to levy a voter-approved property tax on both real and personal property located within its boundaries. The Town also has the power by state statute to extend its corporate limits by annexation, when deemed appropriate by the governing council.

The Town has operated under the council-manager form of government since incorporation. Policymaking and legislative authority is vested in the Town Council, which consists of a mayor and a four-member council. The Town Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees and hiring the Town’s manager and attorney. The Town Manager is responsible for carrying out the policies and ordinances of the Town Council, for overseeing the day-to-day operations of the Town, and for appointing the Town’s management team. The council is elected on a non-partisan basis. During the 2017-18 fiscal year, the Town Council transitioned from an at-large election format to by-district elections.



With the establishment of five separate voting districts, council candidates are required to reside within the voting district which they wish to represent. Additionally, the candidates are elected by voters residing within the same district. Council members are elected to four-year staggered terms with two council members elected every two years and three council members elected on alternate election years. The mayor is annually selected from among the council members.

Located in San Bernardino County, Yucca Valley is considered to be the economic hub of the Morongo Basin. With major financial institutions and a broad base of retail operations, the community serves both the commercial and retail needs of the Morongo Basin. From the early to mid-2000's, the Town experienced a steady increase in its retail sales base, as additional retail providers have entered the Yucca Valley market to serve the increasing residents and visitor population. Despite the statewide and local economic slowdown from 2007 through 2011, the Town has experienced slow but steady growth. Retail interest in the area continues to accelerate in conjunction with the completion of several new retail developments. These additions continue to provide positive development momentum for the Town. Beginning in approximately 2018, the Town has experienced robust sales tax growth, attributable to the increase in tourism visitation.

The Marine Corps Air Ground Combat Center, the largest Marine Corps base in the world (932 square miles), is located just 25 miles to the east of Yucca Valley, in the City of Twentynine Palms. The base is home to more than 20,000 service members and dependents and continues to thrive. In 2017 the base expanded its footprint to allow for large-scale multi-branch coordinated training events that were previously not possible. The Town considers the base as a strategic partner as many base personnel or their dependents live, work, shop and play in the Town of Yucca Valley.

Joshua Tree National Park, a stunning backdrop on Yucca Valley's southern border, attracted 3.3 million visitors in 2023 and has led to a significant increase in short-term vacation rental properties in and around Yucca Valley and neighboring Joshua Tree. Yucca Valley is rich in history and invites the exploration of its many attractions and historical sites. Yucca Valley continues to receive high quality water both now and in future years by its participation in the California State Water Project as provided by the Hi-Desert Water District, subject to broader state water issues and the natural water cycle.

### ***Significant Activities***

***Strategic Planning.*** The Town Council continues to actively engage in strategic planning activities in an effort to identify the overarching goals for both the Town and the community in a thoughtful and systematic process. Prioritization of goals occurs with respect to planning, financing, staffing and other needed resources. In fiscal year 2023-24, the Town Council continued to execute its strategic plan in alignment with the adopted budget. Highlights of the plan include:

- Continued improvements to existing parks, in conjunction with the State bond measure Proposition 68 and awarded grant funding.
- Internal Information Technology assessment with corresponding actions and installations.



- Continued coordination with Hi Desert Water District in the launch of the Town-wide Sewer Collection Project and related road replacement impacts.
- Infrastructure improvements in its maintained road system, including expansion of major arterials, sidewalks, and other significant enhancements.
- Assessment, planning, and initiation of long-term capital maintenance and/or replacement projects related to Town facilities for municipal operations.

**Infrastructure Development.** Infrastructure needs within the community remain great. Compounding the challenge is the fact that the Town has limited resources in meeting the many development needs. However, fiscal year 2017 represented a significant year in infrastructure funding for the Town with the full implementation of Measure Y, Measure Z, California Senate Bill 1 (SB1) and the Hi Desert Water District's Town-wide Sewer Project. Through the combined funding of these resources, the Town has secured more dedicated infrastructure funding than at any other time since Town incorporation.

The Hi Desert Water District's Town wide Sewer Project completed Phase 1 in 2022 and is scheduled to complete Phase 2 by the end of 2028. This project is financed through a sewer assessment district passed by Yucca Valley property owners in May 2015, providing funding for Phase I of the \$146 million regional wastewater project. This project had a significant impact on Yucca Valley residents, businesses, and visitors alike, with disruptions affecting local streets and roads, travel patterns and general commerce. The Town successfully coordinated related street improvement projects as part of the sewer project to ensure the most efficient use of funding available.

**Building Activity.** The Building and Safety division is an integral segment of the Community Development/Public Works Department. Responsible for all new construction within the Town of Yucca Valley, Building and Safety staff play a critical role in ensuring not just health and safety components of building construction, but also in coordinating the additional construction requirements of other divisions and sections, including engineering, planning, and public works.

In recent years, the Town has experienced slow but consistent activity in both residential and commercial construction. In 2019, The California Department of Fish and Wildlife and Game Commission received the petition for listing the Western Joshua Tree as a candidate for the California Endangered Species list. Due to the prevalence of this native species in the Town's limits, significant impacts have been made to the Town's Building and Safety division and the continuation of residential and commercial construction activity which can be noted through the steady increase in permit activity in the most recent fiscal years. The Western Joshua Tree Conservation Act (WJTCA) was passed in July 2023 to conserve western Joshua tree and its habitat while supporting the state's renewable energy and housing priorities. The WJTCA created a streamlined permitting framework for certain development activities and collects mitigation fees for the acquisition and conservation of western Joshua tree habitat and other actions to conserve western Joshua Trees and will play a large part in the continue development of Town residential and commercial construction.



**Recent SFR Permit History**

1999-2000	54	2009-2010	11
2000-2001	82	2010-2011	2
2001-2002	118	2011-2012	13
2002-2003	188	2012-2013	2
2003-2004	351	2013-2014	24
2004-2005	384	2014-2015	22
2005-2006	244	2015-2016	8
2006-2007	99	2016-2017	29
2007-2008	36	2018-2019	28
2008-2009	7	2019-2020	62
2020-2021	61	2021-2022	50
2022-2023	59	2023-2024	40

Annual permit valuation in FY 2023-24 totaled \$34,008,320.

**Long-term financial planning.** As part of the budget process, the Town forecasts revenue, expenditure and capital needs to address long-term financial concerns. The forecast is an integral part of the Town’s strategic planning and budget process.

Through this activity, the Town identified the need for additional funding for both public safety and infrastructure. In FY 2015-16, the Town Council established a Revenue Ad Hoc Committee (Committee) to work with various citizen groups and stakeholders in assessing the appropriateness for voter consideration of a local sales tax revenue measure or measures. The Council collectively determined that there was sufficient community interest in meeting certain Town-wide needs through two revenue measures. The measures proposed on the November 2016 ballot included both a half-percent general fund sales tax revenue measure that would be allocated primarily for Town public safety, infrastructure needs, and other Town quality of life programs, and a second half-percent sales tax revenue measure to assist property owners with paying the assessment for the cost of the sewer. Together these measures have generated just over \$14 million in additional revenues since their inception and are anticipated to generate approximately \$2.9 million annually for the remaining two-year period. Both measures were overwhelmingly supported by local voters as Measure Y – Essential Town Services passed with 72% of the vote, and Measure Z – Sewer Assistance passed with 81%. Accordingly, the measures went into effect on April 1, 2017. As the ten-year measures sunset date approaches the Town has surveyed the community and has implemented the steps for the potential reauthorization of both Measures for voter approval in the November 2024 election.

In 2022, the Town secured additional funding for future infrastructure projects through the \$20 million financing lease agreement to fund future costs of capital improvement projects. Major planned projects in the upcoming years include the Town Hall consolidation project, Senior Center rehabilitation, Community Center Athletic facility construction, and the Aquatics and Recreation facility. As supplemental funding to these projects, the Town was awarded over \$7.5 million in funding from the County of San Bernardino via American Rescue Plan Act funds and the County’s Board discretionary funds to allow for the timely completion and availability of facilities to the Town and surrounding unincorporated area’s residents.



**Redevelopment Agency.** As identified previously, on December 29, 2011, the California Supreme Court upheld Assembly Bill 1x 26 (Bill) that provides for the dissolution of all redevelopment agencies in the State of California. Most cities in California had established a redevelopment agency that was included in the reporting entity of the city or Town as a blended component unit (since the Town Council, in many cases, also served as the governing board for those agencies).

The Bill provided that upon dissolution of a redevelopment agency, either the Town or another unit of local government would agree to serve as the “successor agency” to hold the assets until they are distributed to other units of state and local government. If the Town declined to accept the role of successor agency, other local agencies had the option to elect to perform this role. If no local agency accepted the role of successor agency, the Governor was empowered by the Bill to establish a “designated local authority” to perform this role. On January 10, 2012, the Town Council met and created a Successor Agency in accordance with the Bill as part of the Town’s resolution number 12-01.

After the enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a Countywide Oversight Board, remaining assets can only be used to pay for enforceable obligations in existence at the date of dissolution. The loss of the Yucca Valley Redevelopment Agency (RDA) continues to have a lasting and profound impact on the Town of Yucca Valley. The RDA was the single most impactful tool available to the Town to assist in promoting, encouraging and participating in economic development. The loss of the agency will result in the direct siphoning of \$30-\$35 million from the Town over the next ten years and beyond. As of June 2018, the dissolution process is complete, except for annually required debt service payments and administration. In 2021, the Department of Finance approved the Last and Final Recognized Obligation Payment Schedule which completes the reporting requirements through the life of the Successor Agency's debt obligations.

### ***Financial Information***

Management of the Town is responsible for establishing and maintaining a system of internal control designed to ensure that the assets of the Town are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements that conform to generally accepted accounting principles. The system of internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met.

As a recipient of federal, state and local financial assistance, the Town is also responsible for ensuring that an adequate system of internal control is in place to maintain and document compliance with applicable laws and regulations related to these programs. This system is subject to periodic evaluation by the Town’s management.

In addition, the Town maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Town Council. Activities of the general fund, certain special revenue funds and debt service funds are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level.



### ***Independent Audit***

State statutes and Town ordinance require an annual audit by independent certified public accountants. The firm of Rogers, Anderson, Malody & Scott, LLP, was re-appointed as the Town's auditors in 2020. Generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States were used by the auditors in conducting the engagement. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

### ***Other References***

Additional information and detail are contained in the Management's Discussion and Analysis and the Notes to the Basic Financial Statements found in the Financial Section of the report.

***Acknowledgments.*** Preparation of this report was accomplished by the combined efforts of the Finance Department and other members of Town staff. We appreciate the dedicated efforts and professionalism that our staff members bring to the Town. We would like to thank the members of the Town Council for their continued support in the planning and implementation of the Town of Yucca Valley's fiscal policies.

Respectfully submitted,

---

Curtis Yakimow  
Town Manager

---

Jordan Gumbish  
Finance Manager

# *Town of Yucca Valley*

Elected and Appointed Officials  
(as of June 30, 2024)

## *Elected Officials*

Mayor  
**Robert Lombardo**

Mayor Pro Tem  
**Jeff Drozd**

Council Member  
**Merl Abel**

Council Member  
**Rick Denison**

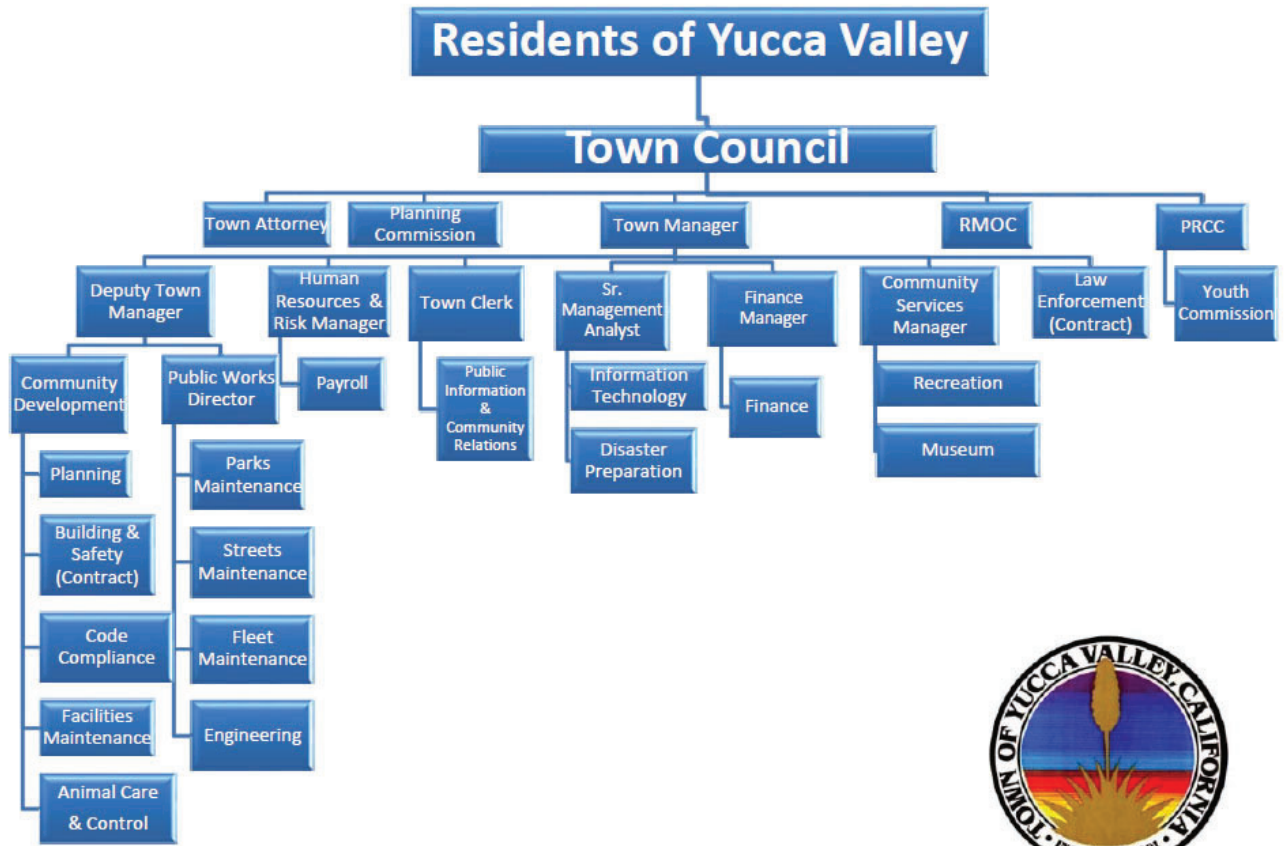
Council Member  
**Jim Schooler**

## *Appointed Officials*

Town Manager  
**Curtis Yakimow**

Town Attorney  
**Thomas D. Jex**

# Organizational Chart





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Town of Yucca Valley  
California**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morrill*

Executive Director/CEO





**FINANCIAL SECTION**





ROGERS, ANDERSON, MALODY & SCOTT, LLP  
CERTIFIED PUBLIC ACCOUNTANTS, SINCE 1948

735 E. Carnegie Dr. Suite 100  
San Bernardino, CA 92408  
909 889 0871 T  
909 889 5361 F  
ramscpa.net

## *Independent Auditor's Report*

### **PARTNERS**

Scott W. Manno, CPA, CGMA  
Leena Shanbhag, CPA, MST, CGMA  
Bradferd A. Welebir, CPA, MBA, CGMA  
Jenny W. Liu, CPA, MST  
Gardenya Duran, CPA, CGMA  
Brianna Schultz, CPA, CGMA  
Brenda L. Odle, CPA, MST (Partner Emeritus)  
Terry P. Shea, CPA (Partner Emeritus)

### **MANAGERS / STAFF**

Seong-Hyea Lee, CPA, MBA  
Evelyn Morentin-Barcena, CPA  
Veronica Hernandez, CPA  
Laura Arvizu, CPA  
John Maldonado, CPA, MSA  
Julia Rodriguez Fuentes, CPA, MSA  
Demi Hite, CPA  
Jeffrey McKennan, CPA  
Monica Wysocki, CPA  
Jacob Weatherbie, CPA, MSA  
Bolim Han, CPA, MAcc  
Anny Gonzalez, CPA

### **MEMBERS**

American Institute of  
Certified Public Accountants

*PCPS The AICPA Alliance  
for CPA Firms*

*Governmental Audit  
Quality Center*

California Society of  
Certified Public Accountants

Honorable Mayor and Town Council  
Town of Yucca Valley  
Yucca Valley, California

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

### ***Opinions***

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Yucca Valley (Town), California, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town as of June 30, 2024, and the respective changes in financial position 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 (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town 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.

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

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



In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town's ability to continue as a going concern for twelve months after the date that the financial statements are issued or when applicable, one year after the date that the financial statements are available to be issued.

### ***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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with 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 the Town's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town'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 required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### **Supplementary Information**

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

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the transmittal letter and the statistical section 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 November 14, 2024, on our consideration of the Town'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 the Town's internal control over financial reporting and compliance.

*Rogers, Anderson, Malody & Scott, LLP.*

San Bernardino, California  
November 14, 2024





## **MANAGEMENT'S DISCUSSION AND ANALYSIS**



## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

The following discussion and analysis provide an overview of the financial activities of the Town of Yucca Valley for the fiscal year ended June 30, 2024. Please read it in conjunction with the financial statements identified in the accompanying table of contents.

### *Using the Accompanying Financial Statements*

This report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Also included in the accompanying report are the fund financial statements. The fund financial statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This comprehensive annual report consists of three parts – The introductory section, the financial section (includes *management's discussion and analysis* (this section), the *basic financial statements and related notes, required supplementary information*, and an optional section that presents *combining statements* for non-major governmental funds), and the statistical section. The basic financial statements include two kinds of statements that present different views of the Town:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the Town's overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the Town government, reporting the Town's operations in *more detail* than the government-wide statements.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that provides additional financial and budgetary information.

### *Reporting the Town as a Whole*

The accompanying **government-wide financial statements** include two statements that present financial data for the Town as a whole. One of the most important questions asked about the Town's finances is, "Is the Town as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Town as a whole and about its activities in a way that helps answer this question. These statements include *all* assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report on the Town's net position and changes in them. One can think of the Town's net position – the difference between assets, deferred outflows and deferred inflows of resources, and liabilities – as one way to measure the Town's financial health, or *financial position*. Over time, *increases and decreases* in the Town's net position are one indicator of whether its *financial health* is improving or deteriorating. One should consider other nonfinancial factors, however, such as changes in the Town's tax base or demographics, and changes in the condition of various Town infrastructure assets, to assess the *overall health* of the Town. Based on the current year's activity, the overall health of the Town changed due to the net of contributions from developers, the change in pension and OPEB liabilities, and the continuing capitalization and depreciation on capital assets.

## Town of Yucca Valley

### Management's Discussion and Analysis For the year ended June 30, 2024

---

#### Reporting the Town's Major Funds

The **fund financial statements** provide detailed information about the Town's most significant funds, rather than the Town as a whole. Some funds are required to be established by State law or by debt covenants. However, Town management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting administrative responsibilities for using certain taxes, grants, or other money (like grants received).

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

#### Reporting the Town's Fiduciary Responsibilities

The Town is an agent for certain assets held for, and under the control of, other organizations and individuals. All of the Town's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities. We exclude these activities from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

#### A summary of the Government-wide Statement of Net Position follows:

	2024	2023	Change
Current and other assets	\$ 72,099,420	\$ 67,900,845	\$ 4,198,575
Capital and intangible assets	68,105,326	66,686,733	1,418,593
Total assets	<u>140,204,746</u>	<u>134,587,578</u>	<u>5,617,168</u>
Deferred outflows of resources	<u>2,949,630</u>	<u>3,252,613</u>	<u>(302,983)</u>
Long-term liabilities	25,799,865	25,829,104	(29,239)
Other liabilities	<u>2,377,729</u>	<u>2,413,873</u>	<u>(36,144)</u>
Total liabilities	<u>28,177,594</u>	<u>28,242,977</u>	<u>(65,383)</u>
Deferred inflows of resources	<u>1,273,598</u>	<u>1,404,877</u>	<u>(131,279)</u>
Net position:			
Net investment in capital assets	68,105,326	46,634,736	21,470,590
Restricted	20,889,435	37,782,099	(16,892,664)
Unrestricted	<u>24,708,423</u>	<u>23,775,502</u>	<u>932,921</u>
Total net position	<u>\$ 113,703,184</u>	<u>\$ 108,192,337</u>	<u>\$ 5,510,847</u>

*Town of Yucca Valley*

**Management's Discussion and Analysis  
For the year ended June 30, 2024**

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

	<u>2024</u>	<u>2023</u>	<u>Change</u>
<b>Revenues</b>			
Program revenues:			
Charges for services	\$ 2,392,188	\$ 2,594,524	\$ (202,336)
Operating grants and contributions	2,719,668	2,600,418	119,250
Capital grants and contributions	4,524,186	4,335,926	188,260
Total program revenues	<u>9,636,042</u>	<u>9,530,868</u>	<u>105,174</u>
General revenues:			
Property taxes	7,554,562	6,848,828	705,734
Sales taxes	7,678,688	7,817,246	(138,558)
Transient occupancy taxes	4,283,877	3,760,718	523,159
Franchise taxes	1,329,489	1,223,536	105,953
Motor vehicle in-lieu tax	26,919	22,359	4,560
Investment income	1,944,184	845,893	1,098,291
Other	181,418	3,392,766	(3,211,348)
Total general revenues	<u>22,999,137</u>	<u>23,911,346</u>	<u>(912,209)</u>
Total revenues	<u>32,635,179</u>	<u>33,442,214</u>	<u>(807,035)</u>
<b>Program expenses</b>			
General government	7,123,981	6,866,307	257,674
Public safety	8,325,447	6,947,696	1,377,751
Parks and recreation	1,920,626	1,837,796	82,830
Public works	6,839,128	4,434,373	2,404,755
Community development	2,460,823	2,328,103	132,720
Interest and fiscal charges	454,327	342,790	111,537
Total expenses	<u>27,124,332</u>	<u>22,757,065</u>	<u>4,367,267</u>
Change in net position	5,510,847	10,685,149	(5,174,302)
Net position, beginning of year	108,192,337	97,507,188	10,685,149
Net position, end of year	<u>\$ 113,703,184</u>	<u>\$ 108,192,337</u>	<u>\$ 5,510,847</u>

The increase or decrease in net position can provide an indication as to whether the overall financial position of the Town improved or deteriorated during the year. An analysis of the Town's operations reveals the following:

- The net position of the Town increased, from \$108 million to \$113.7 million, primarily as a result of increases in property tax and investment program revenues and conservative spending across all categories. The total change in net position increased by \$5,510,847.
- Property tax revenue increased from the prior year as a result of an increase in the assessed valuation of real property combined with increased real estate sales activity. It appears the aggregate property valuations have somewhat stabilized, and it is likely that revenues will continue at the same level of modest growth in the near future.
- Transient occupancy taxes experienced an increase of \$523,159, reflecting the increase of tourism and short-term rental activity in the Town.
- Continuation and implementation of long-term capital maintenance and/or replacement projects related to Town facilities for municipal operations.

**MAJOR FUNDS**

As noted earlier, the Town uses fund accounting to provide proper financial management of the Town's resources and to demonstrate compliance with finance-related legal requirements.

The **General Fund** is the primary operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$16,516,102, comprising the majority of the total fund balance of \$22,626,100. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 102% of total General Fund expenditures, while total fund balance represents 139% of that same amount. General Fund revenues exceeded expenditures by \$5,779,467. This excess was related to increased property values which resulted in increased property taxes, increased transient occupancy taxes from short-term vacation rentals, and increased investment revenues from utilization of the Town's expanded investment program combined with conservative spending activity across all departments.

The **Town Housing Special Revenue Fund** is a special revenue fund established for transactions related to the Town's housing activities. The fund was established as the Housing Successor of the former Yucca Valley Redevelopment Agency's Low and Moderate Housing fund which was eliminated as of February 1, 2012. The revenue source is currently repayment of funds loaned to the Successor Agency. At the end of the current fiscal year, the unassigned fund balance (deficit) totaled (\$209,255). The deficit fund balance is due to advances due from the Successor Agency from prior year RDA dissolution activities. Town Housing Fund reported expenditures exceeding revenues by (\$47,674).

The **Measure Y – Town Essential Services** is a special revenue fund established from the voter approved one-half percent of sales tax on retail sales within the Town limits to fund projects recommended by the Revenue Measure Oversight Commission and/or Town Council. At the end of the current fiscal year, the restricted fund balance totaled \$3,386,622. The Measure Z Fund expenditures exceeded revenues by (\$1,820,353).

The **Measure Z – Sewer Assistance Fund** is a special revenue fund established from the voter approved one-half percent of sales tax on retail sales within the Town limits to assist citizens with the sewer assessments costs. At the end of the current fiscal year, the restricted fund balance totaled \$735,864. The Measure Z Fund revenues exceeded expenditures by \$22,907.

The **Capital Projects Reserve Fund** is a special revenue fund established to maintain a capital projects reserve for the purpose of providing funding for the planning, construction, repair and rehabilitation of the Town's capital assets. At the end of the current fiscal year, the assigned fund balance totaled \$12,648,466. Transfers into the fund are appropriated from the unassigned fund balance of the General Fund as directed by Council from prior year excess fund balances.

The **Debt Service Fund** is a special revenue fund used to account for the Town's debt activity. At the end of the current fiscal year, the restricted fund balance totaled \$19,159,095. The Debt Service Fund expenditures exceeded revenues by (\$476,962).

## Town of Yucca Valley

### Management's Discussion and Analysis For the year ended June 30, 2024

---

#### GENERAL FUND BUDGET

Aggregate differences between the original budget and the final budget of the General Fund revenues were somewhat significant in fiscal year 2024. Total actual revenues exceeded the final budget by \$2,977,035. 73% of that excess was due to various tax revenues exceeding the final budget by \$2,180,034.

Aggregate differences between the original budget and the final amended budget of the General Fund expenditures were less than the final budget, due to cost savings across departments. The General Fund was \$1,591,760 under final budgeted amounts or 9%. Significant variances include Community Development which was under budget by \$476,243 due to the reduction of professional services costs during the year.

These deviations did not significantly affect the General Fund's liquidity or ability to provide future government services as fund balances in the General Fund remain within the levels in the reserve policy.

#### CAPITAL ASSETS

Capital assets, net of accumulated depreciation at year end are as follows:

	<u>2024</u>	<u>2023</u>
Land	\$ 6,395,361	\$ 6,395,361
Land improvements	2,735,570	2,558,514
Structures and improvements	12,165,227	11,566,558
Licensed vehicles	675,653	572,185
Machinery and equipment	1,502,830	1,259,403
Infrastructure	40,145,706	39,463,027
Intangible right to use asset	31,682	52,855
Construction in progress	<u>4,453,297</u>	<u>4,818,830</u>
Total	<u>\$ 68,105,326</u>	<u>\$ 66,686,733</u>

- Land improvements increased with the completion of the East Annexed Property Gate and Fence project.
- Structures and improvements increased with the completion of the Essig Park Improvement project.
- Licensed vehicles increased with the purchase and replacement of Town fleet vehicles for public works and parks divisions.
- Machinery and equipment increased with the purchase of public works division equipment.
- Infrastructure increased with the completion of street safety improvements.

There were several unexpended construction commitments as of year-end. For more information on the unexpended commitments and additional information on the Town's capital assets, please see Note 16 to the financial statements.

## Town of Yucca Valley

### Management's Discussion and Analysis For the year ended June 30, 2024

---

#### LONG-TERM LIABILITIES AND LONG-TERM DEBT

At the end of the current fiscal year, the Town had long term liabilities (excluding compensated absences) outstanding of \$19,797,946. As of June 30, 2024, the long-term liabilities of the Town are a leaseback agreement, obligations related to employee pensions and Other Post-Employment Benefits (OPEB) and lease liabilities.

The Town's pension plan has three levels of benefits for employees represented as Tier One, Tier Two, and Tier Three Plans. As of the June 30, 2023 valuation date, the three Tiers are funded at 74.3%, 89% and 87.5% respectively, excluding the Section 115 trust restricted amount of \$2,961,791. The net pension liability is measured as total pension liability less the pension plan's fiduciary net position. The total pension liability is based on actuarial assumptions to which a long-term discount rate is applied. The long-term discount rate and the investment return on the plan influence the net pension liability from year to year and may create fluctuations that may or may not be immaterial.

The Town authorized and established a multi-employer irrevocable trust to administer the OPEB and Pension Plan benefits in 2018. The OPEB balance in the trust is netted against the total OPEB liability. The OPEB Plan balance in the Trust is \$923,944 as of June 30, 2023 actuarial valuation. These funds will fund future obligations.

#### *Other long-term liabilities*

	<u>2024</u>	<u>2023</u>
Leaseback agreement	\$ 18,939,000	\$ 19,804,000
Compensated absences	278,623	226,086
Lease liabilities	32,064	53,258
Arbitrage liability	<u>548,259</u>	<u>43,422</u>
Total	<u>\$ 19,797,946</u>	<u>\$ 20,126,766</u>

Additional information on the Town's long-term liabilities and debt can be found in the Notes 8, 9, and 10 of the accompanying financial statements.

#### *Contacting Town Management*

This financial report is designed to provide citizens, taxpayers, customers, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, you may contact the Finance Department at the Town of Yucca Valley, 57090 Twentynine Palms Highway, Yucca Valley, California 92284.



## **BASIC FINANCIAL STATEMENTS**



*Town of Yucca Valley*

**Statement of Net Position  
June 30, 2024**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and investments	\$ 61,843,526
Restricted cash and investments	2,961,791
Accounts receivable	782,742
Due from other governments	2,573,195
Interest receivable	255,616
Notes receivable	2,925,000
Lease receivable	602,388
Prepaid expenses	132,643
Net OPEB asset	22,519
Capital assets, not being depreciated	10,848,658
Capital assets, depreciated, net	<u>57,256,668</u>
Total assets	<u>140,204,746</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension related	2,785,445
OPEB related	<u>164,185</u>
Total deferred outflow of resources	<u>2,949,630</u>
<b>LIABILITIES</b>	
Accounts payable and accrued liabilities	2,150,468
Unearned revenues	41,028
Interest payable	186,233
Noncurrent liabilities:	
Due within one year	
Long-term liabilities	906,373
Compensated absences	69,656
Due beyond one year	
Long-term liabilities	18,612,950
Net pension liability	6,001,919
Compensated absences	<u>208,967</u>
Total liabilities	<u>28,177,594</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Lease related	602,388
Pension related	394,604
OPEB related	<u>276,606</u>
Total deferred inflows of resources	<u>1,273,598</u>
<b>NET POSITION</b>	
Net investment in capital assets	68,105,326
Restricted for:	
Investment in Section 115 trust	2,961,791
General government/OPEB asset	23,051
Public safety	1,281,687
Public works	10,804,005
Parks and recreation	1,132,910
Community development	4,685,991
Unrestricted	<u>24,708,423</u>
Total net position	<u>\$ 113,703,184</u>

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



*Town of Yucca Valley*

**Statement of Activities  
For the year ended June 30, 2024**

<b>Functions</b>	<b>Expenses</b>	<b>Program Revenues</b>			<b>Net Governmental Activities</b>
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	
Governmental activities:					
General government	\$ 7,123,981	\$ 298,739	\$ -	\$ -	\$ (6,825,242)
Public safety	8,325,447	1,020,448	325,125	-	(6,979,874)
Parks and recreation	1,920,626	180,300	14,878	-	(1,725,448)
Public works	6,839,128	249,945	1,262,116	4,519,339	(807,728)
Community development	2,460,823	642,756	1,117,549	4,847	(695,671)
Interest and fiscal charges	454,327	-	-	-	(454,327)
<b>Total governmental activities</b>	<b>\$ 27,124,332</b>	<b>\$ 2,392,188</b>	<b>\$ 2,719,668</b>	<b>\$ 4,524,186</b>	<b>(17,488,290)</b>
General revenues:					
Taxes					
Property tax, levied for general purpose					7,554,562
Sales tax					7,678,688
Transient occupancy tax					4,283,877
Franchise taxes					1,329,489
Motor vehicle in lieu tax					26,919
Investment earnings					1,944,184
Other					181,418
<b>Total general revenues</b>					<b>22,999,137</b>
Change in net position					5,510,847
<b>Net position</b>					
Beginning of year					108,192,337
End of year					<b>\$ 113,703,184</b>

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

*Town of Yucca Valley*

**Balance Sheet - Governmental Funds  
June 30, 2024**

	General	Town Housing	Special Revenue	
			Measure Y - Essential Services (Formerly Non-Major)	Measure Z - Sewer Assessment Assistance
<b>ASSETS</b>				
Cash and investments	\$ 18,323,283	\$ 548,009	\$ 3,140,915	\$ 975,509
Restricted cash and investments	2,961,791	-	-	-
Receivables:				
Accounts, net	761,517	6,638	-	-
Due from other governments	1,097,395	-	464,741	464,740
Interest	95,966	-	-	-
Leases	602,388	-	-	-
Prepaid items	132,643	-	-	-
Due from other funds	196,523	-	-	-
Advance to other funds	183,947	-	-	-
<b>Total assets</b>	<b>\$ 24,355,453</b>	<b>\$ 554,647</b>	<b>\$ 3,605,656</b>	<b>\$ 1,440,249</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 513,086	\$ -	\$ 177,298	\$ 704,385
Accrued salaries	571,951	-	1,747	-
Retentions payable	-	-	39,989	-
Unearned revenue	41,028	-	-	-
Due to other funds	900	-	-	-
Advance from other funds	-	763,902	-	-
<b>Total liabilities</b>	<b>1,126,965</b>	<b>763,902</b>	<b>219,034</b>	<b>704,385</b>
Deferred inflows of resources:				
Lease related	602,388	-	-	-
<b>Total deferred inflows of resources</b>	<b>602,388</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund balances (deficit):				
Nonspendable:				
Advance to other funds	183,947	-	-	-
Prepaid items	132,643	-	-	-
Restricted:				
General government	-	-	-	-
Public safety	270,410	-	-	-
Parks and recreation	61,207	-	-	-
Community development	-	-	-	-
Section 115 Trust	2,961,791	-	-	-
Public works	-	-	3,386,622	735,864
Assigned	2,500,000	-	-	-
Unassigned	16,516,102	(209,255)	-	-
<b>Total fund balances</b>	<b>22,626,100</b>	<b>(209,255)</b>	<b>3,386,622</b>	<b>735,864</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 24,355,453</b>	<b>\$ 554,647</b>	<b>\$ 3,605,656</b>	<b>\$ 1,440,249</b>

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

<u>Capital Projects</u>		<u>Debt Service</u>			
<u>Capital Projects Reserve</u>	<u>Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>		
\$ 12,692,854	\$ 19,159,095	\$ 7,003,861	\$ 61,843,526		
-	-	-	2,961,791		
-	-	14,587	782,742		
-	-	546,319	2,573,195		
-	-	-	95,966		
-	-	-	602,388		
-	-	-	132,643		
-	-	900	197,423		
-	-	579,955	763,902		
<u>\$ 12,692,854</u>	<u>\$ 19,159,095</u>	<u>\$ 8,145,622</u>	<u>\$ 69,953,576</u>		
\$ 44,388	\$ -	\$ 38,275	\$ 1,477,432		
-	-	9,516	583,214		
-	-	49,833	89,822		
-	-	-	41,028		
-	-	196,523	197,423		
-	-	-	763,902		
<u>44,388</u>	<u>-</u>	<u>294,147</u>	<u>3,152,821</u>		
-	-	-	602,388		
-	-	-	602,388		
-	-	579,955	763,902		
-	-	-	132,643		
-	-	532	532		
-	-	1,011,277	1,281,687		
-	-	-	61,207		
-	19,159,095	113,053	19,272,148		
-	-	-	2,961,791		
-	-	6,101,564	10,224,050		
12,648,466	-	58,193	15,206,659		
-	-	(13,099)	16,293,748		
<u>12,648,466</u>	<u>19,159,095</u>	<u>7,851,475</u>	<u>66,198,367</u>		
<u>\$ 12,692,854</u>	<u>\$ 19,159,095</u>	<u>\$ 8,145,622</u>	<u>\$ 69,953,576</u>		

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



*Town of Yucca Valley*

**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position  
June 30, 2024**

---

**Fund balances of governmental funds** \$ 66,198,367

Amounts reported for governmental activities in the statement of net position are different because:

Long-term receivables are not reported in the governmental funds balance sheet, however, they are reported under full accrual in the Statement of Net Position.

Notes receivable	2,925,000
Interest receivable	159,650

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds:

Capital assets	112,246,159
Accumulated depreciation/amortization	(44,140,833)

Accrued interest payable for the current portion of interest due on the leaseback agreement that has not been reported in the governmental funds. (186,233)

Long-term liabilities are not due and payable in the current period:

Net OPEB asset	22,519
Compensated absences	(278,623)
Net pension liability	(6,001,919)
Long term debt	(19,519,323)

Deferred inflows and outflows of resources related to pensions and OPEB are not reported in the governmental funds.

Net deferred inflows of resources:	
Pension related	(394,604)
OPEB related	(276,606)
Net deferred outflows of resources:	
Pension related	2,785,445
OPEB related	164,185

---

**Net position of governmental activities** \$ 113,703,184

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

*Town of Yucca Valley*

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the year ended June 30, 2024**

	Special Revenue			
	General	Town Housing	Measure Y - Essential Services (Formerly Non- Major)	Measure Z - Sewer Assessment Assistance
<b>REVENUES</b>				
Taxes	\$ 17,964,533	\$ -	\$ 2,882,080	\$ 2,882,082
Licenses and permits	79,157	-	-	-
Intergovernmental	769,843	-	-	-
Charges for services	1,424,892	-	-	-
Fines, fees and forfeitures	229,150	-	-	-
Investment earnings	1,528,826	2,780	27,951	4,817
Other	52,365	-	-	-
Total revenues	<u>22,048,766</u>	<u>2,780</u>	<u>2,910,031</u>	<u>2,886,899</u>
<b>EXPENDITURES</b>				
Current:				
General government	3,564,088	1,250	174,590	2,863,992
Public safety	7,130,017	-	1,034,978	-
Parks and recreation	1,765,445	-	285,997	-
Public works	1,640,973	49,204	3,144,519	-
Community development	2,168,243	-	90,300	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	533	-	-	-
Total expenditures	<u>16,269,299</u>	<u>50,454</u>	<u>4,730,384</u>	<u>2,863,992</u>
Excess of revenues over (under) expenditures	<u>5,779,467</u>	<u>(47,674)</u>	<u>(1,820,353)</u>	<u>22,907</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	54,000	-	194,712	-
Transfers out	(5,410,385)	-	-	-
Total other financing sources (uses)	<u>(5,356,385)</u>	<u>-</u>	<u>194,712</u>	<u>-</u>
Net change in fund balances	423,082	(47,674)	(1,625,641)	22,907
<b>FUND BALANCES (DEFICIT)</b>				
Fund balance, previously reported	22,203,018	(161,581)	-	712,957
Adjustment - change from major to nonmajor	-	-	5,012,263	-
Beginning of year	<u>22,203,018</u>	<u>(161,581)</u>	<u>5,012,263</u>	<u>712,957</u>
End of year	<u>\$ 22,626,100</u>	<u>\$ (209,255)</u>	<u>\$ 3,386,622</u>	<u>\$ 735,864</u>

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

Special Revenue		Capital Projects	Debt Service		
Desert Community Program Prop 68 Grant (Formerly Major)	Active Transportation Program (Formerly Major)	Capital Projects Reserve	Debt Service	Total Nonmajor Governmental Funds	Total Governmental Funds
		\$ -	\$ -	\$ 119,387	\$ 23,848,082
		-	-	-	79,157
		(40,319)	-	4,042,414	4,771,938
		-	-	10,307	1,435,199
		-	-	159,573	388,723
		4,847	850,338	40,325	2,459,884
		-	-	96,092	148,457
		(35,472)	850,338	4,468,098	33,131,440
		518,403	-	-	7,122,323
		-	-	78,558	8,243,553
		386,387	-	64,522	2,502,351
		-	-	2,466,036	7,300,732
		131,879	-	10,451	2,400,873
		-	865,000	-	865,000
		-	462,300	-	462,833
		1,036,669	1,327,300	2,619,567	28,897,665
		(1,072,141)	(476,962)	1,848,531	4,233,775
		4,860,385	1,300,000	762,379	7,171,476
		-	-	(1,761,091)	(7,171,476)
		4,860,385	1,300,000	(998,712)	-
		3,788,244	823,038	849,819	4,233,775
\$ (128,397)	\$ (549,016)	8,860,222	18,336,057	12,691,332	61,964,592
128,397	549,016	-	-	(5,689,676)	-
-	-	8,860,222	18,336,057	7,001,656	61,964,592
\$ -	\$ -	\$ 12,648,466	\$ 19,159,095	\$ 7,851,475	\$ 66,198,367

*Town of Yucca Valley*

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances  
of Governmental Funds to the Statement of Activities  
For the year ended June 30, 2024**

---

**Net change in fund balances - total governmental funds** \$ 4,233,775

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense or are allocated to the appropriate functional expense when the cost is below the capitalization threshold. This activity is reconciled as follows:

Cost of assets capitalized, net of disposals	2,462,496
Depreciation expense	(1,043,903)

The issuance of long term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any affect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal payments on long-term debt	886,194
Arbitrage liability	(504,837)

Some expenses reported in the statements of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:

Change in compensated absences	(52,537)
Change in accrued interest	8,506

Governmental funds report all contributions for pensions and OPEB as expenditures, however, in the Statement of Activities, pension and OPEB expenses are actuarially determined:

Pension related net adjustments	(545,367)
OPEB related net adjustments	51,895

Revenues in the statement of activities that do not provide for current financial resources are not reported as revenues in the governmental funds:

Interest on long-term note receivable	<u>14,625</u>
---------------------------------------	---------------

**Change in net position of governmental activities** \$ 5,510,847

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

*Town of Yucca Valley*

**Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2024**

---

	Private Purpose Trust Fund	Custodial Funds
	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>		
Cash and investments	\$ 331,165	\$ 600,845
Cash and investments with fiscal agent	132	-
Accounts receivable	-	250
	<u>                    </u>	<u>                    </u>
Total assets	<u>331,297</u>	<u>601,095</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred charges on refunded debt	196,585	-
	<u>                    </u>	<u>                    </u>
<b>LIABILITIES</b>		
Liabilities:		
Accounts payable	17,625	18,145
Deposits	-	582,950
Accrued liabilities	32,400	-
Advance from other governments	6,639	-
Long-term liabilities:		
Due within one year	349,000	-
Due in more than one year	5,955,000	-
	<u>                    </u>	<u>                    </u>
Total liabilities	<u>6,360,664</u>	<u>601,095</u>
<b>NET POSITION (DEFICIT)</b>		
<b>Restricted for:</b>		
Held in trust for successor agency	(5,832,782)	-
Individuals, organizations and other governments	-	351,773
	<u>                    </u>	<u>                    </u>
Total net position	<u>\$ (5,832,782)</u>	<u>\$ 351,773</u>

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

*Town of Yucca Valley*

**Statement of Changes in Fiduciary Net Position  
Fiduciary Funds  
For the year ended June 30, 2024**

---

	Private Purpose Trust Fund	Custodial Funds
<b>ADDITIONS</b>		
RPTTF distributions	\$ 620,188	\$ -
Investment earnings	2,864	-
Payments from individuals and organizations	-	367,096
	<u>623,052</u>	<u>367,096</u>
Total additions		
	<u>623,052</u>	<u>367,096</u>
<b>DEDUCTIONS</b>		
Payments to individuals and organizations	-	27,946
Administrative payments	35,250	330,289
Interest expense	260,643	-
	<u>295,893</u>	<u>358,235</u>
Total deductions		
	<u>295,893</u>	<u>358,235</u>
Net increase in fiduciary net position	327,159	8,861
<b>NET POSITION (DEFICIT)</b>		
Beginning of year	<u>(6,159,941)</u>	<u>342,912</u>
End of year	<u>\$ (5,832,782)</u>	<u>\$ 351,773</u>

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

## *Town of Yucca Valley*

### **Notes to the Basic Financial Statements For the year ended June 30, 2024**

---

#### **Note 1: Summary of significant accounting policies**

The financial statements of the Town of Yucca Valley, California (Town) have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Town's significant accounting policies are described below.

#### *(a) Reporting entity*

The Town of Yucca Valley, California was incorporated November 27, 1991, under the general laws of the State of California. The Town operates under an elected Council/Town Manager form of government.

As required by generally accepted accounting principles in the United States of America, these financial statements present the Town and its component units, entities for which the Town is considered to be financially accountable. The Town is considered to be financially accountable for an organization if the Town appoints a voting majority of that organization's governing body and the Town is able to impose its will on that organization, or there is a potential for that organization to provide specific financial benefits to or impose specific financial burdens on the Town. The Town is also considered to be financially accountable for an organization if that organization is fiscally dependent (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the Town). In certain cases, other organizations are included as component units if the nature and significance of their relationship with the Town are such that their exclusion would cause the Town's financial statements to be misleading or incomplete. All of the Town's component units are blended component units. Blended component units, although legally separate entities, are in substance, part of the Town's operations and so data from these units are reported with the inter-fund data of the primary government. A brief description of the Town's component units are as follows:

- The Yucca Valley Redevelopment Agency (Agency) was activated in September 1992, by the Town as a separate governing body. The Town Council declared by Ordinance that the Town Council will serve as the Board of Directors of the Agency. The primary purpose of the Agency was to eliminate blighted areas by encouraging development of residential, commercial, industrial, recreational, and public facilities. The Town's Councilmembers designate management and have a full accountability of the Agency's fiscal matters. As of February 1, 2012, the Redevelopment Agency ceased all operations in accordance with ABx1 26. All assets and activity of the former redevelopment agency (except for low- and moderate-income housing assets), as of February 1, 2012, were transferred to the Successor Agency to the Yucca Valley Redevelopment Agency (Successor Agency) (a private purpose trust fund). Since the Successor Agency is a private purpose trust fund, it can no longer be considered a component unit of the Town. Furthermore, the Town of Yucca Valley elected to be the Housing Successor and chose to retain the housing assets and functions previously held and performed by the former redevelopment agency.
- The Yucca Valley Financing Authority (Financing Authority) was activated in November 1995, by a Joint Exercise of Powers Agreement between the Town and the Financing Authority. The Financing Authority was created for the purpose of assisting the financing or refinancing of certain public capital facilities within the Town. The Financing Authority's activities are blended with those of the Town in these financial statements.

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 1: Summary of significant accounting policies (continued)**

(b) *Measurement focus and basis of accounting*

The *basic financial statements* of the Town are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the basic financial statements

**Government-wide financial statements**

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended component units), as well as the discretely presented component units. The Town has no business-type activities or discretely presented component units. Eliminations have been made in the Statement of Activities so that certain allocated expenses are recorded only once (by the function to which they were allocated), however, inter-fund services provided and used are not eliminated in the process of consolidation.

Government-wide financial statements are presented using the *economic resources measurement focus* and *accrual basis of accounting*. Under the economic resource's measurement focus, all (both current and long-term) economic resources and obligations of the reporting government are reported in the government-wide financial statements. *Basis of accounting* refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Under the *accrual basis of accounting*, revenues, expenses, gains, losses, assets, deferred outflows, liabilities, and deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, deferred outflows, liabilities, and deferred inflows resulting from the non-exchange transactions are recognized in accordance with the requirements of generally accepted accounting principles (GAAP).

Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by the Town, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included as program revenues are reported as general revenues.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as a liability in the government-wide financial statements, rather than as other financing sources. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as expenditures.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

Notes to the Basic Financial Statements  
For the year ended June 30, 2024

---

**Note 1: Summary of significant accounting policies (continued)**

(b) *Measurement focus and basis of accounting (continued)*

**Fund financial statements**

The underlying accounting system of the Town is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Governmental 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.

The fund financial statements for the primary government's governmental, proprietary, and fiduciary funds are represented after the government-wide financial statements. These statements display information about major funds individually, and non-major funds in the aggregate, for governmental funds. Fiduciary statements include financial information for fiduciary funds and similar component units. Fiduciary funds of the Town primarily represent assets held by the Town in a custodial capacity for other individuals or organizations.

**Governmental funds**

In the fund financial statements, governmental funds are presented using the *modified-accrual basis of accounting*. Their revenues are recognized when they become *measurable* and *available* as net current assets. *Measurable* means that the amounts can be estimated, or otherwise determined. *Available* means that the amounts were collected during the reporting period or soon enough thereafter to be available to finance the expenditures accrued for the reporting period. The Town used an availability period of 60 days; however, grant reimbursements revenues are considered available if received within 6 months of the end of the current fiscal year.

Sales taxes, property taxes, franchise taxes, gas taxes, motor vehicle in lieu, transient occupancy taxes, grants 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 to the extent they are normally collected within the availability period. Other revenue items are considered to be measurable and available when cash is received by the government.

Revenue recognition is subject to the *measurable* and *availability* criteria for the governmental funds. *Exchange transactions* are recognized as revenues in the period in which they are earned (i.e., the related goods or services are provided). *Locally imposed derived tax revenues* are recognized as revenues in the period in which the underlying exchange transaction upon which they are based takes place. *Imposed non-exchange transactions* are recognized as revenues in the period for which they were imposed. If the period of use is not specified, they are recognized as revenues when an enforceable legal claim to the revenues arises or when they are received, whichever occurs first. *Government-mandated* and *voluntary non-exchange transactions* are recognized as revenues when all applicable eligibility requirements have been met.

In the fund financial statements, governmental funds are presented using the *current financial resources measurement focus*. This means that only current assets and current liabilities are generally included on their balance sheets. The reported fund balance (net current assets) is considered to be a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 1: Summary of significant accounting policies (continued)**

*(b) Measurement focus and basis of accounting (continued)*

Non-current portions of long-term receivables due to governmental funds are reported in their balance sheets in spite of their spending measurement focus. Special reporting treatment is used to indicate they should not be considered "available spendable resources," since they do not represent net current assets.

Recognition of governmental fund type revenue represented by non-current receivables are deferred until they become current receivables. Non-current portions of long-term receivables are offset by fund balance accounts.

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted fund balance to have been depleted before using any of the unrestricted components of fund balance. Furthermore, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Due to the nature of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by non-current liabilities. Since they do not affect current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. Amounts expended to acquire capital assets are recorded as *expenditures* in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as *other financing sources* rather than as a fund liability. Amounts paid to reduce long-term indebtedness are reported as fund expenditures.

When both restricted and unrestricted sources are combined in a fund, expenses/expenditures are considered to be paid first from restricted resources, and then from unrestricted resources.

**Fiduciary funds**

In the fund financial statements, fiduciary funds are presented using the *accrual basis of accounting*. Additions are recognized when they are earned and deductions are recognized when the related goods or services are delivered. This means that all assets and deferred outflows of resources, and all liabilities and deferred inflows of resources (whether current or noncurrent) associated with their activity are included on their balance sheets. Fiduciary funds are excluded from the government-wide financial statements.

**Note 1: Summary of significant accounting policies (continued)**

(c) *Fund classifications*

The funds designated as major funds in the fund financial statements are determined by a mathematical calculation consistent with generally accepted accounting principles.

The Town reports the following major governmental funds:

*General Fund* – The General Fund is used to account for resources traditionally associated with governments, which are not legally required or by sound financial management, to be accounted for in another fund.

*Town Housing Fund* – This fund accounts for activities related to the Town’s housing activities. The fund was established as the Housing Successor of the former redevelopment agency’s Low- and Moderate-Income Housing Fund. Sources of revenue are investment income and interest from loans.

*Measure Y Town Essential Services* – This fund accounts for revenues and expenditures apportioned from the voter approved one-half percent of sales tax on retail sales within the Town limits to fund projects recommended by the Revenue Measure Oversight Commission and/or Town Council.

*Measure Z Sewer Assessment Assistance* – This fund accounts for revenues and expenditures apportioned from the voter approved one-half percent of sales tax on retail sales within the Town limits to assist citizens with the sewer assessments costs. This fund is overseen by the Revenue Measure Oversight Commission and/or Town Council.

*Capital Projects Reserve* – Established to maintain a capital projects reserve for the purpose of providing funding for the planning, construction, repair and rehabilitation of the Town’s capital assets.

*Debt Service* – To account for the Town’s debt activity.

The Town’s fund structure also includes the following fund types:

*Special Revenue Funds* – Established to account for the proceeds of resources that are restricted or committed for specific purposes other than debt service or capital projects of the Town. The proceeds of resources are a substantial portion of the inflows reported in each special revenue fund.

*Capital Projects Funds* – Established to maintain capital projects reserves for the purpose of providing funding for the planning, construction, repair and rehabilitation of the Town’s capital assets and to track the progress and expenditures in other capital projects of the Town.

*Custodial Fund* – Established as a fund to account for deposits advanced to the Town to fund development related services provided by the Town’s Community Development department.

*Private Purpose Trust Fund* – This fund accounts for the activities of the Successor Agency to the former Town of Yucca Valley Redevelopment Agency. The fund primary purpose is to expedite the dissolution of the former redevelopment agency.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 1: Summary of significant accounting policies (continued)**

(d) *Appropriations limit*

Under Article XIII B of the California Constitution (the GANN Spending Limitation Initiative), the Town is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates, revised fee schedules, or other refund agreements. For the fiscal year ended June 30, 2024, proceeds of taxes did not exceed allowed appropriations.

(e) *Cash and investments*

Cash and investments are defined as short-term, highly liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Cash equivalents have an original maturity date of three months or less from the date of purchase.

Investments are reported in the accompanying balance sheet at fair value, except for certain certificates of deposit and investment contracts that are reported at cost because they are not transferable and have terms that are not affected by changes in market interest rates.

Changes in fair value that occur during a fiscal year are recognized as investment earnings reported for that fiscal year. Investment earnings include interest earnings, changes in fair value, and any gains or losses realized upon the liquidation, maturity, or sale of investments.

The Town pools cash investments of all funds, except for assets held by fiscal agents. Each fund's share in this pool is displayed in the accompanying financial statements as cash and investments. Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance.

(f) *Capital assets*

Capital assets (including infrastructure) are recorded at cost where historical records are available and at an estimated historical cost where no historical records exist. Developers contributed capital assets are valued at their estimated fair market value at the date of the contribution. Donated capital assets are recorded at their estimated acquisition value at the date of acquisition. Generally, capital asset purchases in excess of \$5,000 are capitalized if they have an expected useful life of three years or more. Capital assets include additions to public domain (infrastructure) consisting of certain improvements including roads, streets, sidewalks, medians, and storm drains.

The following schedule summarizes capital asset useful lives:

Improvements	10-66 years
Buildings	20-50 years
Vehicles	8 years
Furniture and Equipment	3-25 years
Infrastructure	20-99 years

Depreciation has been provided using the straight-line method over the estimated useful life of the asset in the government-wide financial statements.

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 1: Summary of significant accounting policies (continued)**

*(g) Compensated absences*

In accordance with generally accepted accounting principles, a liability is recorded in the government-wide financial statements for compensated absences (unpaid vacation, sick leave and compensatory time) since the employees' entitlement to these balances are attributable to services already rendered and it is probable that virtually all of these balances will be liquidated by either paid time off or payments upon termination or retirement.

Under generally accepted accounting principles, a liability is recorded for unused sick leave balances only to the extent that it is probable that the unused balances will result in termination payments. The Town does not pay unused sick leave to employees upon separation of service. Amounts of unused sick leave are excluded from the liability since their payment is contingent solely upon the occurrence of a future event (illness), which is outside the control of the Town and the employee.

*(h) Advances to other funds*

Long-term inter-fund advances are recorded as receivables and as a non-spendable fund balance by the advancing governmental fund, and as a liability in the receiving fund.

*(i) Prepaid items*

Prepaid items are reported in the governmental funds under consumption method. Prepaid items are offset equally by a fund balance designation which indicates that they do not constitute expendable available resources and therefore are not available for appropriation.

*(j) Claims and judgments*

The Town records a liability for litigation, judgments, and claims when it is probable that an asset has been impaired or a liability has been incurred prior to year-end and the probable amount of loss (net of any insurance coverage) can be reasonably estimated.

*(k) Property taxes*

Under California law, property taxes are assessed and collected by the counties up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool and are then allocated to the cities based on complex formulas.

Accordingly, the Town accrues only those taxes, which are received from the county within 60 days after year-end:

Lien date	January 1
Levy date	March 1
Due dates	November 1 and February 1
Collection dates	December 10 and April 10

The County of San Bernardino bills and collects the property taxes and remits them to the Town in installments during the year.

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 1: Summary of significant accounting policies (continued)**

*(l) Use of estimates*

The financial statements have been prepared in accordance with generally accepted accounting principles and necessarily include amounts based on estimates and assumptions made by Management. Actual results could differ from those amounts.

*(m) Fund balance reporting/flow assumptions*

In accordance with generally accepted accounting principles, the following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Non-spendable – amounts that are not in a spendable form (such as inventory) or are required to be maintained intact.
- Restricted – amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government), through constitutional provisions or by enabling legislation.
- Committed – amounts constrained to specific purposes by a government itself, using the highest level of decision-making authority, a Town Council Action; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.
- Assigned – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.
- Unassigned – amounts that are for any purpose; positive amounts are reported only in a general fund.

The Town Council establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. The Town of Yucca Valley Fund Balance Policy authorizes the Town Manager to assign Fund Balances for specific purposes. When both restricted and unrestricted resources are available for use when expenditures are incurred, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed. It is also the Town's policy to consider committed amounts as being reduced first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Sometimes the Town will fund outlays for a particular purpose from both restricted (e.g., grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

*(n) Inventories*

Inventories are stated at average cost. Physical counts of inventory are taken on a cyclical basis during each fiscal year with perpetual records adjusted to actual at that time. The Town uses the consumption method of accounting for inventories.

Notes to the Basic Financial Statements  
For the year ended June 30, 2024

---

**Note 1: Summary of significant accounting policies (continued)**

(o) *Pension plan*

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS' website at [www.calpers.ca.gov](http://www.calpers.ca.gov).

Generally accepted accounting principles requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2022
Measurement Date (MD)	June 30, 2023
Measurement Period (MP)	July 1, 2022 to June 30, 2023

These liabilities are typically liquidated from resources of the General Fund.

(p) *Other post-employment benefits (OPEB)*

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Town's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are reported at fair value.

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

Valuation Date (VD)	June 30, 2023
Measurement Date (MD)	June 30, 2023
Measurement Period (MP)	July 1, 2022 to June 30, 2023

These liabilities are typically liquidated from resources of the General Fund.

(q) *Implementation of new pronouncements*

GASB Statement No. 100 – “*Accounting Changes and Error Corrections* – an amendment of GASB No 62” The requirements of this statement will take effect for financial statements with fiscal year end June 30, 2024.

Implementation Guide No. 2023-1, “*Implementation Guidance Update – 2023*”. The requirements of this Implementation Guide will take effect for financial statements with the fiscal year that ends June 30, 2024.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 2: Cash and investments**

Cash and investments are reported as follows:

Statement of net position:	
Cash and investments	\$ 61,843,526
Restricted cash and investments*	2,961,791
Statement of fiduciary net position:	
Cash and investments	932,010
Cash and investments with fiscal agent	<u>132</u>
Total cash and investments	<u><u>\$ 65,737,459</u></u>
Cash and investments held by the Town consist of the following:	
Cash on hand	\$ 3,390
Deposits with financial institutions	9,854,226
Investments	<u>55,879,843</u>
Total cash and investments	<u><u>\$ 65,737,459</u></u>

\*Restricted cash and investments are related to the Pension Trust Fund being held with PARS to supplement the Town's Pension Plan.

***Investments authorized by debt agreements***

Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the Town's investment policy. The table below identifies the *investment types* that are authorized for investments held by bond trustees. The table also identifies certain provisions of these debt agreements that address *interest rate risk* and *concentration of credit risk*.

<u>Authorized investment type</u>	<u>Maximum maturity</u>	<u>Maximum percentage allowed</u>	<u>Maximum investment in one issuer</u>
U.S. Treasury obligations	None	None	None
U.S. Agency securities	None	None	None
Bankers' acceptances	180 days	None	None
Commercial paper	270 days	25%	None
Money market mutual funds	N/A	None	None
Repurchase agreements	270 days	None	None
Investment contracts	30 years	None	None
Medium-term notes (Corporate)	5 years	30%	None
Mortgage-backed securities	5 years	20%	None

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

**Note 2: Cash and investments (continued)**

***Investments authorized by the California Government Code and the Town's investment policy***

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

Investment types authorized by investment policy	Maximum maturity*	Maximum percentage of portfolio*	Maximum investment in one issuer*
U.S. Treasury obligations	5 years	None	None
U.S. Agency securities	5 years	None	None
Money market mutual funds	N/A	20%	None
Local Agency Investment Fund	N/A	None	\$75,000,000

\* Based on state law requirements or investment policy requirements, whichever more restrictive.

In accordance with its investment policy, the Town is authorized to invest in any securities allowed under California Government Code Section 53601.

***Disclosure relating to interest rate risk***

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Town manages its exposure to interest rate risk is by diversifying its investment maturities evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the Town's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the Town's investment by maturity:

Investment type	Totals	Remaining maturity (in months)		
		12 or less	13 to 24	25 to 60
Asset backed securities	\$ 795,437	\$ -	\$ 111,388	\$ 684,049
Federal agency securities	3,766,842	1,945,507	421,233	1,400,102
Mortgage backed securities	817,158	93,913	195,001	528,244
Corporate securities	2,665,327	763,837	972,969	928,521
U.S. treasury obligations	20,668,902	9,205,798	10,539,346	923,758
State investment pool	8,882,449	8,882,449	-	-
Money market	15,222,470	15,222,470	-	-
PARS Pension Trust	2,961,791	2,961,791	-	-
Supranatural	99,335	-	99,335	-
Held by bond trustee:				
Money market	132	132	-	-
<b>Total investments</b>	<b>\$ 55,879,843</b>	<b>\$ 39,075,897</b>	<b>\$ 12,339,272</b>	<b>\$ 4,464,674</b>

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

**Note 2: Cash and investments (continued)**

***Disclosures relating to credit risk***

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

Investment type	Amount	Ratings at fiscal year end					
		A+/A/A-	A-1/A-1+	AA+/AA/AA-	AA+	AAA	Not rated
Asset backed securities	\$ 795,437	\$ -	\$ -	\$ -	\$ -	\$ 582,841	\$ 212,596
Federal agency obligations	3,766,842	-	-	-	3,766,842	-	-
Mortgage backed securities	817,158	-	-	-	674,634	142,524	-
Corporate securities	2,665,327	2,122,741	-	396,305	-	146,281	-
U.S. treasury obligations	20,668,902	-	976,668	19,692,234	-	-	-
State investment pool	8,882,449	-	-	-	-	-	8,882,449
Money market	15,222,470	-	-	-	-	278,887	14,943,583
PARS Pension Trust	2,961,791	-	-	-	-	-	2,961,791
Supranatural	99,335	-	-	-	-	99,335	-
Money market	132	-	-	-	-	-	132
<b>Totals</b>	<b>\$ 55,879,843</b>	<b>\$ 2,122,741</b>	<b>\$ 976,668</b>	<b>\$ 20,088,539</b>	<b>\$ 4,441,476</b>	<b>\$ 1,249,868</b>	<b>\$ 27,000,551</b>

***Custodial credit risk***

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Town's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provisions for deposits.

The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Town deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2024, the Town held deposits with financial institutions in excess of Federal Depository Insurance Corporation (FDIC) limits. These funds were held in collateralized accounts as required by the California Government Code as stated above.

As of June 30, 2024, the Successor Agency's held deposits with financial institutions in excess of Federal Depository Insurance Corporation (FDIC) limits. These funds were held in collateralized accounts as required by the California Government Code as stated above.

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

## Town of Yucca Valley

### Notes to the Basic Financial Statements For the year ended June 30, 2024

#### Note 2: Cash and investments (continued)

##### **Investment in State investment pool**

The Town is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the Town's investment in this pool is reported in the accompanying financial statements at amounts based upon the Town's pro-rata share of the fair value provided for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which is recorded on an amortized costs basis. LAIF is not rated. LAIF has a minimum \$5,000 transaction amount in increments of \$1,000 with a maximum of 15 transactions (combination of deposits and withdrawals) per month. LAIF requires a one-day prior notice for deposits and withdrawals of \$10 million or more.

##### **Concentration of credit risk**

The investment policy of the Town contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2024, there were no investments in any one issuer (other than U.S. Treasury securities, mutual funds and external investment pools) that exceeded 5% or more of total Town investments.

##### **Fair value measurements**

GAAP establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of quoted prices (unadjusted) for identical assets and liabilities in active markets that a government can access at the measurement date, Level 2 inputs that are observable for an asset or liability, either directly or indirectly, and Level 3 inputs have the lowest priority and consist of unobservable inputs for an asset or liability.

As of June 30, 2024, the investments held by the Town were subject to classification under the fair value hierarchy are listed below.

Investments by Fair Value Level	Total	Level 1	Level 2	Level 3
<b>Investments by fair value level</b>				
Asset backed securities	\$ 795,437	\$ -	\$ 795,437	\$ -
Federal agency securities	3,766,842	-	3,766,842	-
Mortgage backed securities	817,158	-	817,158	-
Corporate securities	2,665,327	-	2,665,327	-
Supranational	99,335	-	99,335	-
U.S. treasury obligations	20,668,902	-	20,668,902	-
Total investments by fair value level	28,813,001	\$ -	\$ 28,813,001	\$ -
<b>Investments not subject to fair value</b>				
Held by Bond Trustee:				
Money market	132			
Money market	15,222,470			
State investment pool	8,882,449			
PARS Pension Trust	2,961,791			
Total investments	\$ 55,879,843			

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 3: Advances/Due from/to other funds**

Interfund advances balances as of June 30, 2024 were as follows:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General Fund	Town Housing - Major Special Revenue Fund	\$ 183,947
Non Major Governmental Funds	Town Housing - Major Special Revenue Fund	<u>579,955</u>
	Total	<u>\$ 763,902</u>

These represent prior years borrowings from the Town Housing Fund to fund the Senior Housing Project described in Note 4.

Due to/from other funds balances as of June 30, 2024 were as follows:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General Fund	Non Major Governmental Funds	\$ 196,523
Prop 68 Grant	General Fund	<u>900</u>
	Total	<u>\$ 197,423</u>

The balances due to the General Fund are related to negative cash balances in various funds. The balance due to Prop 68 grant is related to interfund borrowings.

**Note 4: Loan receivable**

On or about March 20, 2012, the Town of Yucca Valley entered into certain Affordable Housing, Financing and Disposition and Development Agreement (Loan) that concerns the development of a 75-unit affordable rental housing complex for senior citizens (Project) with Yucca Valley Senior Housing Partners, LP (Developer) in the amount not to exceed Two Million Nine Hundred Twenty-Five Thousand Even Dollars (\$2,925,000) repayable to the Town with residual receipts after completion of the project. The loan amount includes the purchase price of the site being conveyed by the Town to the Developer plus such amounts of the Town loan advanced to the Developer. Interest shall accrue on the outstanding principal amount at the simple rate of one-half of one percent (0.5 %) per annum until repaid in full. Interest accrued on the loan as of June 30, 2024 is \$159,650. This amount is included in the interest receivable balance as of June 30, 2024. The principal outstanding balance of the loan receivable as of June 30, 2024 is \$2,925,000.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 5: Transfers in and out**

Transfers in and out for the year ended June 30, 2024 were as follows:

<u>Transfers in</u>	<u>Transfers out</u>		<u>Amount</u>
General Fund	Nonmajor Governmental Funds	(a)	\$ 54,000
Debt Service Fund	General Fund	(b)	1,300,000
Nonmajor Governmental Funds	Nonmajor Governmental Funds	(c)	762,379
Measure Y Essential Services	Nonmajor Governmental Funds	(d)	194,712
Capital Reserve	General Fund	(e)	4,110,385
	Nonmajor Governmental Funds	(f)	750,000
			<u>4,860,385</u>
Total transfers			<u>\$ 7,171,476</u>

- (a) Transfer was for funding of the Animal Shelter Facility.
- (b) Transfer was for annual debt service payments.
- (c) Transfer was for the Onaga Safety Improvement Project.
- (d) Transfer was for return of funds to source after North Park Improvement project completion.
- (e) Transfer was for various reserve allocations.
- (f) Transfer was for the return of funds.

**Note 6: Due from other governments**

The amounts due from other governments as of June 30, 2024 consist of the following:

	<u>Amount</u>
County of San Bernardino	\$ 2,167,779
State of California	387,791
Other	<u>17,625</u>
Total due from other governments	<u>\$ 2,573,195</u>

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

**Note 7: Capital and intangible assets**

Capital asset activity for the year ended June 30, 2024 is as follows:

	Beginning balance	Additions	Deletions	Ending balance
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 6,395,361	\$ -	\$ -	\$ 6,395,361
Construction in progress	4,818,830	1,731,348	(2,096,881)	4,453,297
<b>Total capital assets not being depreciated</b>	<b>11,214,191</b>	<b>1,731,348</b>	<b>(2,096,881)</b>	<b>10,848,658</b>
Capital assets being depreciated:				
Building and improvements				
Land improvements	8,391,632	334,761	-	8,726,393
Structures and improvements	17,060,223	954,668	-	18,014,891
Infrastructure	68,093,857	1,177,291	-	69,271,148
Vehicles and equipment				
Machinery and equipment	3,363,479	251,792	-	3,615,271
Licensed vehicles	1,638,912	115,566	(78,576)	1,675,902
Right to use asset - equipment	93,896	-	-	93,896
<b>Total capital assets being depreciated/amortized</b>	<b>98,641,999</b>	<b>2,834,078</b>	<b>(78,576)</b>	<b>101,397,501</b>
Less accumulated depreciation/amortization for:				
Building and improvements				
Land improvements	(5,833,118)	(157,705)	-	(5,990,823)
Structures and improvements	(5,493,665)	(355,999)	-	(5,849,664)
Infrastructure	(28,630,830)	(494,612)	-	(29,125,442)
Vehicles and equipment				
Machinery and equipment	(2,104,076)	(8,365)	-	(2,112,441)
Licensed vehicles	(1,066,727)	(6,049)	72,527	(1,000,249)
Right to use asset - equipment	(41,041)	(21,173)	-	(62,214)
<b>Total accumulated depreciation/amortization</b>	<b>(43,169,457)</b>	<b>(1,043,903)</b>	<b>72,527</b>	<b>(44,140,833)</b>
<b>Total capital assets, being depreciated/amortized, net</b>	<b>55,472,542</b>	<b>1,790,175</b>	<b>(6,049)</b>	<b>57,256,668</b>
<b>Governmental activities capital assets, net</b>	<b>\$ 66,686,733</b>	<b>\$ 3,521,523</b>	<b>\$ (2,102,930)</b>	<b>\$ 68,105,326</b>

Depreciation/amortization expense was charged to the following functions in the statement of activities:

General government	\$ 210,913
Parks and recreation	164,231
Public safety	32,734
Public works	511,038
Community development	124,987
<b>Total depreciation expense</b>	<b>\$ 1,043,903</b>

Amortization expense was allocated to General government for a total of \$21,173.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

**Note 8: Long-term liabilities**

Changes in long-term liabilities during the year ended June 30, 2024 were as follows:

<u><b>Governmental activities:</b></u>	<u>Beginning balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending balance</u>	<u>Due within one year</u>
Leaseback agreement	\$ 19,804,000	\$ -	\$ (865,000)	\$ 18,939,000	\$ 885,000
Compensated absences	226,086	217,249	(164,712)	278,623	69,656
Lease liabilities	53,258	-	(21,194)	32,064	21,373
Arbitrage liability	43,422	504,837	-	548,259	-
Total long-term liabilities	<u>\$ 20,126,766</u>	<u>\$ 722,086</u>	<u>\$ (1,050,906)</u>	<u>\$ 19,797,946</u>	<u>\$ 976,029</u>

The General Fund has typically liquidated compensated absences and other long-term liabilities other than long-term debt.

*Leaseback agreement*

On February 1, 2022, the Town entered into a \$20,229,000 leaseback agreement to finance the cost of various General Fund capital improvements, including the Town Hall consolidation project, Senior Center rehabilitation project and the building of an Aquatics and Recreation facility. The lease agreement is using the Yucca Valley Town Hall, Yucca Valley Community Center, Hi Desert Nature Museum and Senior Center as the subject leased properties. The lease agreement has a rate of 2.36% on the unpaid principal with the term ending on August 1, 2041, or on the date on which all of the lease payments have been paid in full.

Future payments on the leaseback agreement are as follows:

<u>Year ending June 30</u>	<u>Leaseback agreement</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 885,000	\$ 441,768
2026	907,000	420,752
2027	928,000	399,228
2028	950,000	377,198
2029	972,000	354,648
2030-2034	5,222,000	1,415,688
2035-2039	5,871,000	765,771
2040-2043	3,204,000	114,305
Totals	<u>\$ 18,939,000</u>	<u>\$ 4,289,358</u>

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 8: Long-term liabilities (continued)**

*Lease liabilities*

The Town entered into various leases as Lessee for the use of equipment ranging from 51 to 60 months. As of June 30, 2024, the value of the lease liabilities is \$32,064. The Town is required to make quarterly fixed payments ranging from \$216 to \$231. The leases have an interest rate of 1.09%. The equipment's estimated useful lives range from 60 to 68 months as of the contract commencement. The value of the right to use asset as of June 30, 2024 of \$93,896 with accumulated amortization of \$62,214.

Future payments on the total lease liabilities are as follows:

<u>Year ending June 30</u>	<u>Leases</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 21,373	\$ 201
2026	9,361	54
2027	1,330	2
Totals	<u>\$ 32,064</u>	<u>\$ 257</u>

**Note 9: Defined Benefit Pension Plan**

**A. General Information about the Pension Plan**

***Plan Description***

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan or PERF C) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of a miscellaneous pool and a safety pool (also referred to as "risk pools"), which are comprised of individual employer miscellaneous and safety rate plans, respectively. Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under generally accepted accounting principles. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The Town sponsors three miscellaneous rate plans. Benefit provisions under the Plan are established by State statute and Town's resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 9: Defined Benefit Pension Plan (continued)**

**A. General Information about the Pension Plan (continued)**

**Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plan operates under the provisions of the California Public Employees' Retirement Law (PERL), the California Public Employees' Pension Reform Act of 2013 (PEPRA), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plan's authority to establish and amend the benefit terms are set by the PERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

The Plans' provisions and benefits in effect at June 30, 2024 are summarized as follows:

	<u>Miscellaneous First Tier</u>	<u>Miscellaneous Second Tier</u>	<u>Miscellaneous PEPRA</u>
	Prior to July 1, 2011	From July 1, 2011 to December 31, 2012	On or after January 1, 2013
Hire date			
Benefit formula	2.7% @ 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50	50	52
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.092% to 2.272%	1.0% to 2.5%
Required employer contribution rates	15.17%	10.10%	7.68%

**Contributions**

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions. Employer contributions to the Plan for the fiscal year ended June 30, 2024 were \$775,442. The actual employer payments of \$740,106 made to CalPERS by the Town during the measurement period ended June 30, 2024 differed from the Town's proportionate share of the employer's contributions of \$866,815 by \$126,709, which is being amortized over the expected average remaining service lifetime in the Public Agency Cost-Sharing Multiple Employer Plan.

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 9: Defined Benefit Pension Plan (continued)**

**B. Net Pension Liability**

The Town's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2023, using an annual actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is as follows.

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

The collective total pension liability for the June 30, 2023 measurement period was determined by an actuarial valuation as of June 30, 2022, with update procedures used to roll forward the total pension liability to June 30, 2023. The collective total pension liability was based on the following assumptions:

Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table <sup>(1)</sup>	Derived using CALPERS' membership data for all funds
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter.

(1) The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. Mortality rates incorporate full generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the 2021 experience study report from November 2021 that can be found on the CalPERS website.

**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. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 9: Defined Benefit Pension Plan (continued)**

**B. Net Pension Liability (continued)**

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

<u>Asset Class</u>	<u>Assumed Asset Allocation</u>	<u>Real Return <sup>1,2</sup></u>
Global Equity - cap-weighted	30.00%	4.54%
Global Equity - non-cap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed securities	5.00%	0.50%
Investment grade corporates	10.00%	1.56%
High yield	5.00%	2.27%
Emerging market debt	5.00%	2.48%
Private debt	5.00%	3.57%
Real assets	15.00%	3.21%
Leverage	(5.00%)	(0.59%)
Total	<u>100%</u>	

<sup>1</sup> An expected inflation of 2.30% used for this period

<sup>2</sup> Figures are based on the 2021 Asset Liability Management study.

***Change of Assumptions***

There were no assumption changes in 2023. Effective with the June 30, 2021 valuation date (June 30, 2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. In addition, demographic assumptions and the price inflation assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. The accounting discount rate was 7.15% for measurement dates June 30, 2017 through June 30, 2021, 7.65% for measurement dates June 30, 2015 through June 30, 2016, and 7.50% for measurement date June 30, 2014

***Discount Rate***

The discount rate used to measure the total pension liability for PERF C was 6.90%. 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.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 9: Defined Benefit Pension Plan (continued)**

**B. Net Pension Liability (continued)**

**Subsequent Events**

There were no subsequent events that would materially affect the results presented in this disclosure.

**Pension Plan Fiduciary Net Position**

Information about the pension plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS' audited financial statements, which are publicly available reports that can be obtained at CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov). The plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

**C. Proportionate Share of Net Pension Liability**

The following table shows the Plans' proportionate share of the net pension liability over the measurement period.

	Town's share of Increase (Decrease)		
	Plan Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Plan Net Pension Liability (c) = (a) - (b)
Balance at: 6/30/2022 (VD)	\$ 25,403,115	\$ 19,918,526	\$ 5,484,589
Balance at: 6/30/2023 (MD)	26,852,996	20,851,077	6,001,919
Net change during 2022-23	<u>\$ 1,449,881</u>	<u>\$ 932,551</u>	<u>\$ 517,330</u>

Valuation Date (VD), Measurement Date (MD).

The Town's proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS' website, at [www.calpers.ca.gov](http://www.calpers.ca.gov).

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 9: Defined Benefit Pension Plan (continued)**

**C. Proportionate Share of Net Pension Liability (continued)**

The Town's proportionate share of the net pension liability for the Miscellaneous Plan as of June 30, 2022 and 2023 measurement dates was as follows:

Proportionate Share - June 30, 2022	0.11721%
Proportionate Share - June 30, 2023	<u>0.12003%</u>
Change - Increase (Decrease)	<u>0.00282%</u>

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

The following presents the Town's proportionate share of the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 6.90%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90%) or 1 percentage-point higher (7.90%) than the current rate:

	Discount Rate - 1% (5.90%)	Current Discount Rate (6.90%)	Discount Rate + 1% (7.90%)
<u>Net Pension Liability</u>	<u>\$ 9,633,673</u>	<u>\$ 6,001,919</u>	<u>\$ 3,012,674</u>

**Amortization of Deferred Outflows and Deferred Inflows of Resources**

Under GASB 68, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

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

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

Difference between projected and actual earnings	5 year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lives (EARSL) of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period.

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the Public Agency Cost-Sharing Multiple-Employer Plan (PERF C).

The EARSL for PERF C for the measurement period ending June 30, 2023 is 3.8 years, which was obtained by dividing the total service years of 600,538 (the sum of remaining service lifetimes of the active employees) by 160,073 (the total number of participants: active, inactive, and retired) in PERF C. Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 9: Defined Benefit Pension Plan (continued)**

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

As of the start of the measurement period (July 1, 2022), the Town's net pension liability was \$5,484,589. For the measurement period ending June 30, 2024 (the measurement date), the Town incurred a pension expense of \$1,320,811.

As of June 30, 2024, the Town has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred outflows of resources	Deferred inflows of resources
Changes of assumptions	\$ 362,363	\$ -
Differences between expected and actual experience	306,611	47,563
Differences between projected and actual investment earnings	971,765	-
Differences between employer's contributions and proportionate share of contributions	82,281	270,321
Change in employer's proportion	286,983	76,720
Pension contributions made subsequent to measurement date	775,442	-
Total	<u>\$ 2,785,445</u>	<u>\$ 394,604</u>

The amounts above are net of outflows and inflows recognized in the 2022-23 measurement period expense. Contributions subsequent to the measurement date of \$775,442 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Fiscal Year Ended June 30:	Deferred Outflows/(Inflows) of Resources
2025	\$ 519,687
2026	340,894
2027	726,932
2028	27,886
2029	-
Thereafter	-

**E. Payable to the Pension Plan**

As of June 30, 2024, the Town reported a payable of \$-0- for the outstanding amount of contributions to the pension plan required for the year then ended.

## Town of Yucca Valley

### Notes to the Basic Financial Statements For the year ended June 30, 2024

---

#### Note 10: Other post-employment benefits (OPEB)

##### Plan description

The Town has established an agent multiple-employer Retiree Healthcare Plan (HC Plan). This coverage is available for employees who satisfy the requirements for retirement under the California Public Employees Retirement System (PERS), which requires the attainment of age 50 (age 52, if new to CalPERS on or after January 1, 2013) with five years of State or public agency service or approved disability retirement. The healthcare coverage provided by PERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement No. 75. Medical plan benefits are provided through CalPERS, as permitted by the Public Employees' Medical and Hospital and Care Act (PEMHCA). As a PEMHCA employer, the Town has elected the unequal contribution method, where the contribution will be increased annually until it reaches the same employer contribution as active employee medical plan coverage. A separate financial report is not prepared for the HC Plan.

##### Employees Covered

As of the June 30, 2023 valuation date, the following current and former employees were covered by the benefit terms under the HC Plan:

Active employees	48
Inactive employees or beneficiaries currently receiving benefits	<u>5</u>
<b>Total</b>	<b><u>53</u></b>
Inactive plan members entitled but not receiving benefits	<u>22</u>
*Retirees eligible to return to the Town for PEMHCA coverage.	

##### Contributions

The HC Plan and its contribution requirements are established and may be amended by the Town Council. The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2024, the Town's contributions were \$16,547 in payments to the trust, \$11,659 in contributions in the form of direct benefit payments (not reimbursed by the trust), and the estimated implied subsidy was \$39,104 resulting in a total of \$67,310. In fiscal year 2015, the Town established an Irrevocable Trust with the Public Agency Retirement Services (PARS). The Irrevocable Trust was required to fully implement the Town Council's direction of prefunding the Town's OPEB liability.

##### Net OPEB Liability

The Town's net OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2023, based on the following actuarial methods and assumptions:

##### Actuarial Assumptions:

Discount Rate	6.00%
Inflation	2.50% per year
Salary Increases	3.00% per year, used to allocate the cost of benefits between service years
Investment Rate of Return	6.00% as of June 30, 2023, and 5.65% as of June 30, 2022 net of plan investment related expenses.
Mortality	2021 CalPERS experience study
Healthcare Trend Rate	6.50% (in January 1, 2025), fluctuates to 3.90% by 2075

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 10: Other post-employment benefits (OPEB) (continued)**

***Net OPEB Liability (continued)***

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

<u>Asset Class</u>	<u>Weight</u>	<u>Asset Class Expected Return</u>
Equity	60.00%	6.80% to 7.90%
Fixed Income	35.00%	3.30% to 5.70%
Cash	5.00%	2.60%
 Total	 <u>100.00%</u>	

***Changes in Assumptions***

The discount rate used in the June 30, 2023 valuation was 6.00%, the previous discount rate was 5.65%.

***Discount Rate***

The discount rate used to measure the total OPEB liability was 6.00% percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

***Changes in the Net OPEB Liability***

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

	<u>Total OPEB Liability (a)</u>	<u>Plan Fiduciary Net Position (B)</u>	<u>Net OPEB Liability/(Asset) (c) = (a) - (b)</u>
<b>Balance at June 30, 2023</b> (Measurement Date June 30, 2022)	\$ 996,080	\$ 778,331	\$ 217,749
<b>Changes recognized for the measurement period:</b>			
Service cost	63,043	-	63,043
Interest	58,721	-	58,721
Differences between expected and actual experience	(128,429)	-	(128,429)
Changes of assumptions	(48,365)	-	(48,365)
Contributions - employer	-	109,568	(109,568)
Net investment income	-	75,670	(75,670)
Benefit payments	(39,625)	(39,625)	-
<b>Net change</b>	<u>(94,655)</u>	<u>145,613</u>	<u>(240,268)</u>
<b>Balance at June 30, 2024</b> (Measurement Date June 30, 2023)	<u>\$ 901,425</u>	<u>\$ 923,944</u>	<u>\$ (22,519)</u>

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 10: Other post-employment benefits (OPEB) (continued)**

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

The following presents the net OPEB liability of the Town if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2023:

	1% Decrease 5.00%	Current discount rate 6.00%	1% Increase 7.00%
Net OPEB Liability	<u>\$ 85,533</u>	<u>\$ (22,519)</u>	<u>\$ (112,212)</u>

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

The following presents the net OPEB liability of the Town if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2023:

	1% Decrease	Current healthcare cost trend rates	1% Increase
Net OPEB Liability	<u>\$ (127,463)</u>	<u>\$ (22,519)</u>	<u>\$ 106,641</u>

***OPEB Plan Fiduciary Net Position***

PARS issues a publicly available financial report that may be obtained from the Public Agency Retirement Services, 4350 Von Karman Ave, Newport Beach, CA 92660.

***Recognition of Deferred Outflows and Deferred Inflows of Resources***

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

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

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

Net difference between projected and actual earnings on trust earnings	5-year straight-line recognition
All other amounts	Straight-line recognition over the expected average remaining services lifetime (EARSL) of all members that are provided with benefits, determined as of the beginning of the Measurement Period. In determining the EARSL, all active, retired and inactive (vested) members are counted, with the latter two groups having 0 remaining service years. The EARSL was 9.01 years.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 10: Other post-employment benefits (OPEB) (continued)**

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

For the fiscal year ended June 30, 2024, the Town recognized OPEB expense of \$15,415, and deferred inflows and outflows of resources related to OPEB from the following sources:

	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Changes of assumptions	\$ 68,212	\$ 48,467
Differences between expected and actual experience	-	228,139
Net difference between projected and actual earnings on investments	28,663	-
Contributions subsequent to measurement date	<u>67,310</u>	<u>-</u>
Total	<u>\$ 164,185</u>	<u>\$ 276,606</u>

The \$67,310 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2023 measurement date will be recognized as a reduction of the net OPEB liability in the subsequent fiscal period.

Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Fiscal year ended June 30:	Deferred outflows/(inflows) of resources
<u>2025</u>	\$ (41,497)
2026	(41,135)
2027	(10,643)
2028	(16,755)
2029	(10,813)
Thereafter:	(58,888)

**Note 11: Risk Management**

The Town is exposed to various risks of loss related to torts: theft of, damage to and destruction of assets; errors and omissions; and natural disasters. As such, the Town is a member of the Public Agency Risk Sharing Authority of California (PARSAC), a joint powers authority formed under Section 990 of the California Government Code for the purpose of providing joint-protection coverage and related risk management services.

Public Agency Risk Sharing Authority of California (PARSAC) Liability Program offers a combination of pooled and commercially purchased auto and general liability coverage, plus errors and omissions coverage, above individual Member Entity self-insured retentions to limits of \$35 million per occurrence. The self-insured retentions range from \$5,000 to \$750,000. The Town's retention is \$100,000 per occurrence. PARSAC provides coverage to \$1 million and above PARSAC's coverage layer, the CSAC Excess Insurance Authority provides pooled coverage to \$5 million. Above \$5 million, PARSAC Member Entities are covered through a combination of commercial excess insurance and reinsurance.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 11: Risk Management (continued)**

Employment Practices Liability coverage is provided through the Employment Risk Management Authority (ERMA). ERMA provides coverage above the Town’s retention to \$1 million. Losses above \$1 million to \$35 million are covered through CSAC.

PARSAC implemented a Workers’ Compensation Program on July 1, 1990. The Workers’ Compensation Program offers coverage consistent with that mandated by state law. PARSAC provides coverage to \$500,000 above the Member Entity’s self-insured retention which ranges from \$0 to \$350,000. The Local Agency Workers’ Compensation Excess Pool (LAWCX) provides coverage above \$500,000 to \$5 million and losses above \$5 million to statutory limits are covered through joint purchased commercial excess insurance.

There was no significant reduction in insurance coverage by major categories from fiscal year 2020 to 2022 and no settlements exceeding insurance coverage over the past three years. Separate financial statements of PARSAC can be obtained from 1525 Response Road - Suite One, Sacramento California 95815.

**Note 12: Successor Agency**

On December 29, 2011, the California Supreme Court upheld Assembly Bill X1 26 (Bill) that provided for the dissolution of all redevelopment agencies in the State of California. Most cities in California had established a redevelopment agency that was included in its reporting entity as a blended component unit (since the Town’s council, in many cases, also served as the governing board for those agencies). The Bill provided that upon dissolution of a redevelopment agency, either the Town or another unit of local government will agree to serve as the “Successor Agency” to hold the assets until they are distributed to other units of state and local government. On January 10, 2012 the Town of Yucca Valley’s Council met and created the “Successor Agency” in accordance with the Bill as part of the Town’s resolution number 12-01. In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

Subject to the control of a newly established Oversight Board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments). In future fiscal years, the Successor Agency will only be allocated tax revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former Town of Yucca Valley Redevelopment Agency until all enforceable obligations of the prior redevelopment agency have been paid in full.

The movement of the assets and liabilities of the former redevelopment agency as of February 1, 2012 (effectively the same date as January 31, 2012) was reported from governmental funds of the Town to a Private-Purpose Trust Fiduciary Fund in the fiscal year 2012.

The debt of the Successor Agency as of June 30, 2024 is as follows:

<u>Successor Agency:</u>	<u>Beginning balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending balance</u>	<u>Due within one year</u>	<u>Long Term Debt</u>
Tax Allocation Refunding Bonds 2018 - Direct lending	\$ 6,642,000	\$ -	\$ (338,000)	\$ 6,304,000	\$ 349,000	\$ 5,955,000

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 12: Successor Agency (continued)**

*Tax Allocation Refunding Bonds 2018 (refunded 2008 Tax Allocation Bonds) – Direct lending*

As of February 1, 2012, the former Redevelopment Agency's 2008 Tax Allocation Bonds were transferred to the Successor Agency to the Yucca Valley Redevelopment Agency due to ABx1 26, which dissolved redevelopment agencies in the State of California as of February 1, 2012. The Successor Agency, a separate legal entity, is responsible for the repayment of the principal and interest of the outstanding bonds. Revenues to the Successor Agency, in the form of property taxes, have been pledged for the repayment of enforceable obligations (which include the bonds).

In July, 2018, the Successor Agency to the Redevelopment Agency issued its Tax Allocation Refunding Bonds, Series 2018 (Federally Taxable) to fully refund the former Redevelopment Agency's 2008 Tax Allocation Bonds. The refunding resulted in significant annual savings by lowering the annual debt service payments, an economic gain of \$1,317,886, and in a cash flow net difference between service requirements of \$3,035,222.

In the event of default the Trustee may, by notice in writing by the owners of the bonds, declare the entire principal amount of the unpaid Tax Allocation Refunding Bonds 2018 and the accrued interest thereon to be due and payable immediately, and upon any such declaration the same shall become immediately due and payable. The trustee shall exercise any other remedies available to the Trustee and the bond owners in law or at equity.

The outstanding balance of the refunding debt as of June 30, 2024 is \$6,304,000.

Future debt service requirements for the Tax Allocation Refunding Bonds 2018 are as follows:

<b>Bonds payable</b>		
<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 349,000	\$ 234,809
2026	364,000	221,477
2027	378,000	207,598
2028	391,000	193,709
2029	404,000	178,310
2030-2034	2,267,000	648,359
2035-2038	<u>2,151,000</u>	<u>186,618</u>
Totals	<u>\$ 6,304,000</u>	<u>\$ 1,870,881</u>

***The remainder of this page left intentionally blank***

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

---

**Note 13: Risks and Uncertainties**

*Grants*

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts may, or may not be immaterial.

*Successor Agency*

Deductions (expenses) incurred by the Successor Agency for the year ended June 30, 2024 (and subsequent years in which the Successor Agency is in operation) are subject to review by various State agencies and County in which the Successor Agency resides. If any expenses incurred or transfers made by the Successor Agency are disallowed by the State agencies or County, the Town, acting as the Successor Agency could be liable for the repayment of the disallowed costs from either its own funds or by the State withholding tax revenue remittances normally paid to the Town. The amount, if any, of expenses that may be disallowed by the State agencies or County, cannot be determined at this time, although management of the Successor Agency expects such amounts may, or may not be immaterial.

**Note 14: Conduit Debt**

Currently, the Town is a member of the California Municipal Finance Authority (Authority), which was formed on January 1, 2004, to provide financing in order to promote economic, cultural and community development, through the financing of economic development and charitable activities throughout California.

To further preservation of local affordable housing, the Town has approved the issuance of tax exempt revenue bonds in an aggregate amount not to exceed \$166,000,000 in order for Caritas Affordable Housing, Inc. (Caritas) to refund its previous 2014 bond issue and to obtain new money for the acquisition, construction, improvement and equipping of certain property located in San Clement, CA (b) certain capital expenditures for the properties that were financed with the 2014 bonds, including, but not limited to, the replacement of asphalt surfaces in and about such properties, including at the Aztec Mobile Home Estates (located in the Town); and (c) certain working capital expenditures as permitted by federal tax law.

The properties financed are pledged as collateral, and the bonds are payable solely from payments received from the rents received from residents. In addition, no commitments beyond the collateral, the payments from the private-sector entities, and maintenance of the tax-exempt status of the conduit debt obligation were extended by the Town for any of those bonds. As of June 30, 2024, the bonds have an aggregate outstanding principal amount payable of \$166.6 million.

The approval by the Town of the issuance of the bonds by the Authority relating to the Aztec Project is neither an approval of the underlying credit issues of the proposed Aztec Project nor an approval of the financial structure of the bonds. Neither the Town nor any department, official or officer thereof shall have any responsibility or liability whatsoever with respect to the bonds or any portion of the project. The bonds shall not constitute an obligation or indebtedness of the Town, and the assets and revenues of the Town are not being pledged as security for the payment of principal or interest on the bonds.

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

**Note 15: GASB 54 – Fund balance reporting**

The following functional detail and principal purpose of Fund Balance is presented to comply with the requirements of GASB 54 for restricted, committed, and assigned fund balances, to enhance fund balance information reported, and to improve fund balance decision usefulness:

	General	Special Revenue			Capital Projects	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
		Town Housing	Measure Y - Essential Services	Measure Z - Sewer Assessment	Capital Projects Reserve	Debt Service		
Nonspendable:								
Advance to other funds	\$ 183,947	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 579,955	\$ 763,902
Prepaid items	132,643	-	-	-	-	-	-	132,643
Restricted:								
Public safety								
Animal services	270,410	-	-	-	-	-	-	270,410
Safety programs	-	-	-	-	-	-	1,011,277	1,011,277
Community development								
Community projects	-	-	-	-	-	19,159,095	113,053	19,272,148
Public works								
Fund's program	-	-	3,386,622	735,864	-	-	6,101,564	10,224,050
Parks and recreation								
Recreation programs	61,207	-	-	-	-	-	-	61,207
General government								
Section 115 Trust	2,961,791	-	-	-	-	-	-	2,961,791
General government services	-	-	-	-	-	-	532	532
Assigned to:								
Capital projects	-	-	-	-	12,648,466	-	58,193	12,706,659
Risk management	500,000	-	-	-	-	-	-	500,000
Emergency-catastrophic	1,500,000	-	-	-	-	-	-	1,500,000
Retirees obligations	500,000	-	-	-	-	-	-	500,000
Unassigned	16,516,102	(209,255)	-	-	-	-	(13,099)	16,293,748
Total fund balances	<u>\$ 22,626,100</u>	<u>\$ (209,255)</u>	<u>\$ 3,386,622</u>	<u>\$ 735,864</u>	<u>\$ 12,648,466</u>	<u>\$ 19,159,095</u>	<u>\$ 7,851,475</u>	<u>\$ 66,198,367</u>

As of June 30, 2024, a deficit fund balance was recorded in the following funds:

<i>Major Special Revenue Funds:</i>	<u>Fund deficit</u>
Town Housing	\$ (209,255)
<i>Non-Major Special Revenue Funds:</i>	
Prop 68 Grant	(13,099)

*Town of Yucca Valley*

**Notes to the Basic Financial Statements  
For the year ended June 30, 2024**

**Note 16: Commitments**

Construction commitments are as follows:

Project name	Contract amount	Expended	Remaining
Aquatics/Recreation Center	\$ 50,000,000	\$ 3,016,684	\$ 46,983,316
Town Hall Redesign	501,000	387,524	113,476
Senior Center Improvements	259,000	153,645	105,355
Old Town Public Improvements	3,250,000	381,126	2,868,874
Sports Complex Masterplan	120,000	92,968	27,032
Community Center Park Improvements	340,000	124,131	215,869
Totals	<u>\$ 54,470,000</u>	<u>\$ 4,156,078</u>	<u>\$ 50,313,922</u>

**Note 17: Lease receivable**

The Town entered into a lease agreement as a lessor with the County of San Bernardino for use of a building. The lease term is 15 years with 2 five-year options to extend. Lease payments of \$4,680 are due monthly with payments subject to a 2% increase at the end of the fifth and tenth years. During the year, the Town received \$11,454 and \$44,706 in interest and principal, respectively.

**Note 18: Prior Period Restatement**

As a result of the implementation of GASB 100, as described in Note 1, the City is required to restate its June 30, 2023 governmental funds' fund balance. The Desert Community Program Prop 68 Grant Fund and Active Transportation Program Fund were previously reported as major funds, and qualified as nonmajor for the year ending June 30, 2024. The Measure Y – Essential Services Fund was previously reported as a non-major fund, and qualified as major for the year ending June 30, 2024. This qualifies as a change to or within the financial reporting entity, under the guidance of GASB 100.

	Measure Y Essential Services	Desert Community Program Prop 68 Grant	Active Transportation Program	Total Nonmajor Governmental Funds
Fund balance, as previously stated	\$ -	\$ (128,397)	\$ (549,016)	\$ 12,691,332
Change for implementation for GASBS No. 100	5,012,263	128,397	549,016	(5,689,676)
Fund balance, as restated	<u>\$ 5,012,263</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,001,656</u>

Changes to the governmental net position had a net effect of zero on the prior year ending fun balance.





**REQUIRED SUPPLEMENTARY INFORMATION**



*Town of Yucca Valley*

**Required Supplementary Information  
Budgetary Comparison Schedule  
General Fund  
For the year ended June 30, 2024**

	Budgeted amounts		Actual amounts	Variance with final budget
	Original	Final		
<b>REVENUES</b>				
Taxes:				
Property taxes	\$ 4,039,500	\$ 4,289,500	\$ 4,635,607	\$ 346,107
Property taxes in lieu	2,200,000	2,200,000	2,918,955	718,955
Sales tax	4,800,000	4,800,000	4,796,606	(3,394)
Transient occupancy tax	3,100,000	3,200,000	4,283,877	1,083,877
Franchise fees	1,295,000	1,295,000	1,329,489	34,489
<b>Total taxes</b>	<b>15,434,500</b>	<b>15,784,500</b>	<b>17,964,534</b>	<b>2,180,034</b>
Licenses and permits	76,500	76,500	79,157	2,657
Intergovernmental:				
Motor vehicle in lieu	22,500	22,500	26,919	4,419
HOPTR	25,000	25,000	23,526	(1,474)
Other	628,321	733,321	719,397	(13,924)
<b>Total intergovernmental</b>	<b>675,821</b>	<b>780,821</b>	<b>769,842</b>	<b>(10,979)</b>
Charges for services:				
Planning, engineering and building fees	946,460	991,460	1,227,691	236,231
Sports programs	104,000	104,000	133,974	29,974
Other	58,450	58,450	63,227	4,777
<b>Total charges for services</b>	<b>1,108,910</b>	<b>1,153,910</b>	<b>1,424,892</b>	<b>270,982</b>
Fines and forfeitures	586,300	586,300	229,150	(357,150)
Use of money and property:				
Investment earnings	412,500	637,500	1,528,826	891,326
Other	52,200	52,200	52,365	165
<b>Total revenues</b>	<b>18,346,731</b>	<b>19,071,731</b>	<b>22,048,766</b>	<b>2,977,035</b>

(continued on next page)

*Town of Yucca Valley*

**Required Supplementary Information  
Budgetary Comparison Schedule, continued  
General Fund  
For the year ended June 30, 2024**

	Budgeted amounts		Actual amounts	Variance with final budget
	Original	Final		
<b>EXPENDITURES</b>				
General government:				
Town council	\$ 169,443	\$ 169,443	\$ 165,562	\$ 3,881
Town clerk/attorney	579,534	659,534	688,714	(29,180)
Interdepartmental	504,610	614,610	529,543	85,067
Town administration	471,177	471,177	479,602	(8,425)
Management services	1,685,452	1,830,952	1,700,667	130,285
Total general government	3,410,216	3,745,716	3,564,088	181,628
Public safety:				
Police	5,683,000	6,057,000	6,125,119	(68,119)
Animal control	1,198,497	1,208,497	1,004,898	203,599
Total public safety	6,881,497	7,265,497	7,130,017	135,480
Parks and recreation	2,291,859	2,421,859	1,765,445	656,414
Public works	1,763,501	1,783,501	1,640,973	142,528
Community development	2,601,986	2,644,486	2,168,243	476,243
Interest and fiscal charges	-	-	533	(533)
Total expenditures	16,949,059	17,861,059	16,269,299	1,591,760
Excess (deficiency) of revenues over (under) expenditures	1,397,672	1,210,672	5,779,467	4,568,795
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	54,000	54,000	54,000	-
Transfers out	(1,310,385)	(5,410,385)	(5,410,385)	-
Total other financing sources (uses)	(1,256,385)	(5,356,385)	(5,356,385)	-
Net change in fund balance	141,287	(4,145,713)	423,082	4,568,795
<b>FUND BALANCE</b>				
Beginning of year	22,203,018	22,203,018	22,203,018	-
End of year	\$ 22,344,305	\$ 18,057,305	\$ 22,626,100	\$ 4,568,795

*Town of Yucca Valley*

**Required Supplementary Information  
Budgetary Comparison Schedule  
Town Housing Special Revenue Fund  
For the year ended June 30, 2024**

	Budgeted amounts		Actual amounts	Variance with final budget
	Original	Final		
<b>REVENUES</b>				
Investment earnings	\$ 1,750	\$ 1,750	\$ 2,780	\$ 1,030
Total revenues	1,750	1,750	2,780	1,030
<b>EXPENDITURES</b>				
Current:				
General Government	2,500	2,500	1,250	1,250
Public works	31,000	56,000	49,204	6,796
Total expenditures	33,500	58,500	50,454	8,046
Net change in fund balance	(31,750)	(56,750)	(47,674)	9,076
<b>FUND BALANCE (DEFICIT)</b>				
Beginning of year	(161,581)	(161,581)	(161,581)	-
End of year	\$ (193,331)	\$ (218,331)	\$ (209,255)	\$ 9,076

*Town of Yucca Valley*

**Required Supplementary Information  
Budgetary Comparison Schedule  
Measure Y – Town Essential Services Special Revenue Fund  
For the year ended June 30, 2024**

	Budgeted amounts		Actual amounts	Variance with final budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 2,900,000	\$ 2,900,000	\$ 2,882,080	\$ (17,920)
Investment earnings	65,225	65,225	27,951	(37,274)
Total revenues	<u>2,965,225</u>	<u>2,965,225</u>	<u>2,910,031</u>	<u>(55,194)</u>
<b>EXPENDITURES</b>				
Current:				
General government	245,000	275,000	174,590	100,410
Public safety	875,000	1,035,000	1,034,978	22
Parks and recreation	325,000	334,643	285,997	48,646
Public works	1,760,000	4,544,516	3,144,519	1,399,997
Community development	-	-	90,300	(90,300)
Total expenditures	<u>3,205,000</u>	<u>6,189,159</u>	<u>4,730,384</u>	<u>1,458,775</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(239,775)</u>	<u>(3,223,934)</u>	<u>(1,820,353)</u>	<u>1,403,581</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers in	-	194,662	194,712	50
Transfers out	<u>(1,000,000)</u>	<u>(1,750,000)</u>	<u>-</u>	<u>1,750,000</u>
Total other financing sources	<u>(1,000,000)</u>	<u>(1,555,338)</u>	<u>194,712</u>	<u>1,750,050</u>
Net change in fund balance	<u>(1,239,775)</u>	<u>(4,779,272)</u>	<u>(1,625,641)</u>	<u>3,153,631</u>
<b>FUND BALANCE</b>				
Beginning of year	<u>5,012,263</u>	<u>5,012,263</u>	<u>5,012,263</u>	<u>-</u>
End of year	<u>\$ 3,772,488</u>	<u>\$ 232,991</u>	<u>\$ 3,386,622</u>	<u>\$ 3,153,631</u>

*Town of Yucca Valley*

**Required Supplementary Information  
 Budgetary Comparison Schedule  
 Measure Z – Sewer Assessment Assistance Special Revenue Fund  
 For the year ended June 30, 2024**

	Budgeted amounts		Actual amounts	Variance with final budget
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 2,900,000	\$ 2,900,000	\$ 2,882,082	\$ (17,918)
Investment earnings	5,000	5,000	4,817	(183)
Total revenues	<u>2,905,000</u>	<u>2,905,000</u>	<u>2,886,899</u>	<u>(18,101)</u>
<b>EXPENDITURES</b>				
Current:				
General Government	<u>2,905,000</u>	<u>2,905,000</u>	<u>2,863,992</u>	<u>41,008</u>
Total expenditures	<u>2,905,000</u>	<u>2,905,000</u>	<u>2,863,992</u>	<u>41,008</u>
Net change in fund balance	-	-	22,907	22,907
<b>FUND BALANCE</b>				
Beginning of year	<u>712,957</u>	<u>712,957</u>	<u>712,957</u>	-
End of year	<u>\$ 712,957</u>	<u>\$ 712,957</u>	<u>\$ 735,864</u>	<u>\$ 22,907</u>

*Town of Yucca Valley*

**Required Supplementary Information  
Schedule of the Town's Proportionate Share of the Plan's Net Pension Liability  
and Related Ratios as of the measurement date – Last 10 Years**

<u>Measurement Date</u>	<u>Employer's Proportion of the Collective Net Pension Liability<sup>1</sup></u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability</u>	<u>Employer's Covered Payroll</u>	<u>Employer's Proportionate Share of the Collective Net Pension Liability as a Percentage of the Employer's Covered Payroll</u>	<u>Pension's Plans Fiduciary Net Position as a Percentage of the Total Pension Liability</u>
6/30/2014	0.05381%	\$ 3,360,184	\$ 2,251,339	187.98%	81.27%
6/30/2015	0.05777%	3,965,258	2,135,328	185.70%	74.39%
6/30/2016	0.04782%	4,138,188	2,221,751	186.26%	74.60%
6/30/2017	0.04765%	4,725,488	2,336,296	202.26%	74.30%
6/30/2018	0.04807%	4,632,444	2,366,626	195.74%	76.13%
6/30/2019	0.04588%	4,701,133	2,310,070	203.51%	77.45%
6/30/2020	0.04732%	5,148,536	2,586,000	199.09%	76.49%
6/30/2021	0.03578%	1,935,042	2,798,265	69.15%	91.66%
6/30/2022	0.04748%	5,484,589	3,021,783	181.50%	78.41%
6/30/2023	0.04811%	6,001,919	3,681,405	163.03%	77.65%

<sup>1</sup> Proportion of the collective net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk pools excluding the 1959 Survivors Risk Pool.

*Town of Yucca Valley*

**Required Supplementary Information  
Schedule of Pension Plan's Contributions – Last 10 Years**

<u>Fiscal Year</u>	<u>Actuarially Determined Contributions</u>	<u>Contributions in Relation to the Actuarially Determined Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
6/30/2015	\$ 367,774	\$ (367,774)	\$ -	\$ 2,135,328	17.22%
6/30/2016	455,028	(1,096,580)	(641,552)	2,221,751	49.36%
6/30/2017	394,738	(394,738)	-	2,336,296	16.90%
6/30/2018	431,923	(431,923)	-	2,366,626	18.25%
6/30/2019	833,506	(833,506)	-	2,310,070	36.08%
6/30/2020	565,731	(565,731)	-	2,586,000	21.88%
6/30/2021	644,070	(1,271,095)	(627,025)	2,798,265	45.42%
6/30/2022	684,049	(684,049)	-	3,021,783	22.64%
6/30/2023	740,106	(740,106)	-	3,275,659	22.59%
6/30/2024	775,442	(775,442)	-	3,681,405	21.06%

**Notes to Schedule:**

Changes in Benefit Terms: There were no changes to benefit terms that applied to all members of the Public Agency Pool. Additionally, the figures above do not include any liability impact that may have resulted from Golden Handshakes that occurred after the June 30, 2021 valuation date, unless the liability impact is deemed to be material to the Public Agency Pool.

Changes in Assumptions: Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. There were no assumption changes for 2021. For 2020, the Plan adopted a new amortization policy effective with the 2019 actuarial valuation. The new amortization policy shortens the period over which actuarial gains and losses are amortized from 30 years to 20 years with the payments computed as a level dollar amount. In addition, the new policy does not utilize a five-year ramp-up and ramp-down on UAL bases attributable to assumption changes and non-investment gains/losses. The new policy also does not utilize a five-year ramp-down on investment gains/losses. These changes apply only to new UAL bases established on or after June 30, 2019. There were no changes in assumptions in 2019. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate in 2019. In 2017, the accounting discount rate was reduced from 7.65% to 7.15%. In 2016, there were no changes in the discount rate. In 2015, amounts reported reflect an adjustment of the discount rate from 7.50% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.50% discount rate.

*Town of Yucca Valley*

**Required Supplementary Information  
Schedule of Changes in the Net OPEB Liability/(Asset) and Related Ratios – Last 10 Years\***

<u>Measurement Period</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Total OPEB Liability</b>							
Service Cost	\$ 63,043	\$ 61,207	\$ 47,056	\$ 45,575	\$ 47,634	\$ 46,135	\$ 43,662
Interest	58,721	53,877	45,739	41,836	56,791	52,546	63,239
Differences between expected and actual experience	(128,429)	-	(38,330)	-	(235,199)	-	(153,123)
Changes of assumptions	(48,365)	-	108,976	-	(14,420)	-	(7,319)
Benefit payments	(39,625)	(22,757)	(16,175)	(25,864)	(27,364)	(38,220)	(37,914)
<b>Net change in Total OPEB Liability</b>	<u>(94,655)</u>	<u>92,327</u>	<u>147,266</u>	<u>61,547</u>	<u>(172,558)</u>	<u>60,461</u>	<u>(91,455)</u>
<b>Total OPEB Liability - beginning</b>	<u>996,080</u>	<u>903,753</u>	<u>756,487</u>	<u>694,940</u>	<u>867,498</u>	<u>807,037</u>	<u>898,492</u>
<b>Total OPEB Liability - ending (a)</b>	<u>901,425</u>	<u>996,080</u>	<u>903,753</u>	<u>756,487</u>	<u>694,940</u>	<u>867,498</u>	<u>807,037</u>
<b>Plan Fiduciary Net Position</b>							
Contribution - employer	109,568	70,247	42,082	160,812	119,672	134,481	109,688
Net investment income	75,670	(124,509)	176,574	16,482	27,459	2,037	27,376
Benefit payments	(39,625)	(22,757)	(16,175)	(25,864)	(27,364)	(38,220)	(37,914)
<b>Net change in Plan Fiduciary Net Position</b>	<u>145,613</u>	<u>(77,019)</u>	<u>202,481</u>	<u>151,430</u>	<u>119,767</u>	<u>98,298</u>	<u>99,150</u>
<b>Plan Fiduciary Net Position - beginning</b>	<u>778,331</u>	<u>855,350</u>	<u>652,869</u>	<u>501,439</u>	<u>381,672</u>	<u>283,374</u>	<u>184,224</u>
<b>Plan Fiduciary Net Position - ending (b)</b>	<u>923,944</u>	<u>778,331</u>	<u>855,350</u>	<u>652,869</u>	<u>501,439</u>	<u>381,672</u>	<u>283,374</u>
<b>Net OPEB Liability/(Asset) - ending (a) - (b)</b>	<u>\$ (22,519)</u>	<u>\$ 217,749</u>	<u>\$ 48,403</u>	<u>\$ 103,618</u>	<u>\$ 193,501</u>	<u>\$ 485,826</u>	<u>\$ 523,663</u>
Plan fiduciary net position as a percentage of the total OPEB liability	102.50%	78.14%	94.64%	86.30%	72.16%	44.00%	35.11%
Covered-employee payroll	\$ 3,275,916	\$ 3,021,783	\$ 2,798,265	\$ 2,695,043	\$ 2,310,071	\$ 2,381,721	\$ 2,336,296
Net OPEB liability as a percentage of covered-employee payroll	-0.69%	7.21%	1.73%	3.84%	8.38%	20.40%	22.41%

**Notes to schedule:**

**Changes Since the Prior Valuation:**

Discount rates: Increased from 5.65% to 6.00%.

The OPEB Plan contributions are not based on a measure of pay, consequently, covered-employee payroll amounts disclosed as the measure of payroll reflect the payroll for employees that are provided benefits through the OPEB Plan.

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

*Town of Yucca Valley*

**Required Supplementary Information  
Schedule of OPEB Contributions – Last 10 Years\***

<u>Fiscal Year</u>	<u>Actuarially Determined Contributions</u>	<u>Contributions in Relation to the Actuarially Determined Contributions</u>	<u>Contribution Deficiency (Excess)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Contributions as a Percentage of Covered Employee Payroll</u>
6/30/2018	\$ 93,747	\$ (134,481)	\$ (40,734)	\$ 2,381,721	5.65%
6/30/2019	82,444	(119,672)	(37,228)	2,310,071	5.18%
6/30/2020	85,044	(133,862)	(48,818)	2,695,043	4.97%
6/30/2021	56,716	(42,082)	14,634	2,798,265	1.50%
6/30/2022	58,443	(70,247)	(11,804)	3,021,783	2.32%
6/30/2023	69,225	(109,568)	(40,343)	3,275,916	3.34%
6/30/2024	67,310	(67,310)	-	6,300,000	1.07%

**Notes to schedule:**

Valuation date used	<u>6/30/2023</u>
Actuarial cost method	Entry Age Normal
Amortization method	Level dollar
Amortization period	Open 30 years
Asset valuation method	Fair Value
Inflation	2.50%
Healthcare cost trend rates	6.50% to 3.90%
Salary increases	3.00%
Investment rate of return	6.00%
Retirement age	From 50 to 75
Mortality	2021 CalPers Study
Mortality improvement	McLeod Watts Scale 2022

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

**Notes to Required Supplementary Information  
For the year ended June 30, 2024**

---

**Note 1: Budgets and budgetary data**

Before the beginning of the fiscal year, the Town Manager submits to the Town Council a proposed budget for the year commencing the following July 1. Public hearings are conducted to obtain taxpayer comments and the budget is subsequently adopted through passage of a resolution.

All appropriated amounts are as originally adopted or as amended by the Town Council and lapse at year-end in the General Fund. For all Special Revenue Funds, unexpended appropriations for approved individual projects are carried forward to the following fiscal year. Encumbrances and continuing appropriations are re-budgeted on July 1 by Council Action. Budgetary control is exercised at the fund level. Original appropriations are modified by supplementary appropriations and transfers among budget categories. The Town Manager, Director of Administrative Services, and Finance Manager have the authority to approve budget transfers within funds, as long as there is no net increase. Council approval is required for transfers between funds, or for an increase in total appropriations.

Formal budgetary integration is employed as a management control device during the year for the general, special revenue, and capital projects funds. Budgets for these funds are adopted on a basis consistent with generally accepted accounting principles for all government funds.



**SUPPLEMENTAL SCHEDULES**



*Town of Yucca Valley*

**Combined Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2024**

	Special Revenue Funds	Capital Projects Funds	Totals
<b>ASSETS</b>			
Cash and investments	\$ 6,945,668	\$ 58,193	\$ 7,003,861
Receivables:			
Accounts, net	14,587	-	14,587
Due from other governments	546,319	-	546,319
Due from other funds	900	-	900
Advance to other funds	579,955	-	579,955
<b>Total assets</b>	<b><u>\$ 8,087,429</u></b>	<b><u>\$ 58,193</u></b>	<b><u>\$ 8,145,622</u></b>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 38,275	\$ -	\$ 38,275
Accrued salaries	9,516	-	9,516
Retentions payable	49,833	-	49,833
Due to other funds	196,523	-	196,523
<b>Total liabilities</b>	<b><u>294,147</u></b>	<b><u>-</u></b>	<b><u>294,147</u></b>
Fund balances (deficit):			
Nonspendable:			
Advance to other funds	579,955	-	579,955
Restricted:			
General government	532	-	532
Public safety	1,011,277	-	1,011,277
Community development	113,053	-	113,053
Public works	6,101,564	-	6,101,564
Assigned	-	58,193	58,193
Unassigned	(13,099)	-	(13,099)
<b>Total fund balances</b>	<b><u>7,793,282</u></b>	<b><u>58,193</u></b>	<b><u>7,851,475</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 8,087,429</u></b>	<b><u>\$ 58,193</u></b>	<b><u>\$ 8,145,622</u></b>



*Town of Yucca Valley*

**Combined Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the year ended June 30, 2024**

	Special Revenue Funds	Capital Projects Funds	Totals
<b>REVENUES</b>			
Taxes	\$ 119,387	\$ -	\$ 119,387
Intergovernmental	4,042,414	-	4,042,414
Charges for services	10,307	-	10,307
Fines, fees and forfeitures	159,573	-	159,573
Investment earnings	40,039	286	40,325
Other	96,092	-	96,092
	<u>4,467,812</u>	<u>286</u>	<u>4,468,098</u>
Total revenues			
<b>EXPENDITURES</b>			
Current:			
Public safety	78,558	-	78,558
Parks and recreation	64,522	-	64,522
Public works	2,466,036	-	2,466,036
Community development	10,451	-	10,451
	<u>2,619,567</u>	<u>-</u>	<u>2,619,567</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>1,848,245</u>	<u>286</u>	<u>1,848,531</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	762,379	-	762,379
Transfers out	(1,761,091)	-	(1,761,091)
	<u>(998,712)</u>	<u>-</u>	<u>(998,712)</u>
Total other financing sources (uses)			
Net change in fund balances	849,533	286	849,819
<b>FUND BALANCES</b>			
Fund balance, previously reported	12,633,425	57,907	12,691,332
Adjustment - change from major to nonmajor	(5,689,676)	-	(5,689,676)
	<u>6,943,749</u>	<u>57,907</u>	<u>7,001,656</u>
Beginning of year			
End of year	<u>\$ 7,793,282</u>	<u>\$ 58,193</u>	<u>\$ 7,851,475</u>

## *Town of Yucca Valley*

### **Nonmajor Special Revenue Funds - Fund Descriptions For the year ended June 30, 2024**

---

Special Revenue Funds are used to account for the proceeds derived from specific revenue sources which are legally restricted to expenditures for specified purposes.

*Quimby Fees* – Established as a fund to account for monies received as paid-in-lieu funds pursuant to the requirements of the Town Ordinance relating to the dedication of land for parks and recreational purposes.

*Traffic Safety* – Established to account for expenditures financed by revenue generated from the enforcement of California vehicle codes and town ordinances. These restricted funds may be used only for traffic signals, school crossing guards, and other related traffic safety expenditures.

*Asset Seizure* – Established to account for assets seized during police narcotic activities.

*Gas Tax* – Established to account for receipts and expenditures of money apportioned under Street and Highway Code Sections 2105, 2106, 2107, and 2107.5 of the State of California. These funds must be spent only for street maintenance, repairs or construction. A limited amount may be spent on related engineering costs.

*Local Transportation Act* – Established to account for financial transactions per Article No. 8 of the Transportation Development Action of 1971 (SB325) State of California Streets, Roads, Bicycle and Pedestrian Capital Facilities.

*Street in Lieu* – Established as a fund to account for monies received as paid-in-lieu funds pursuant to the requirements of the Town Ordinance relating to delayed improvements.

*Measure I – 2010-2040* – Established to account for revenues from a voter approved (1/2%) local transportation sales tax for Measure I - 2010-2040, for the use in unrestricted street projects.

*Road Maintenance Rehabilitation* – Established to account for receipts and expenditures of money apportioned under the Road Repair and Accountability Act of 2017, to address basic road maintenance, rehabilitation, and critical safety needs on both State and local roads.

*Mello-Roos* – Established to provide maintenance of streets, roads and other qualified infrastructure construction as part of new development pursuant to the Mello-Roos Community Facility Act of 1982, which provides a mechanism for funding such maintenance activities.

*COPS – LLESA* – Established by the American Recovery and Reinvestment Act to create and enhance crime prevention involving cooperation between community residents and law enforcement personnel to control, detect and investigate crime and the prosecution of criminals.

*JAG Grant* – Established to account for the receipts and expenditures of grant money from the Edward Byrne Memorial Justice Assistance Grant (JAG) to support a range of programs including, but not limited to, law enforcement, crime prevention and education, technology improvement, drug treatment and enforcement.

*ARPA* – This fund accounts for revenues and expenditures from the American Rescue Plan Act.

*Recycling Activities Grant* – Established to account for grant money for eligible cities and counties, for beverage container recycling and litter cleanup activities.

*Landscape and Lighting Maintenance* – Established to provide regular maintenance, repair and replacement of all facilities within the public rights-of-ways or easements which shall include, but not be limited to, the landscaping, irrigation system, signage, perimeter wall, retaining walls, pedestrian path and erosion control plantings within or adjacent to the detention basins and drainage swale.

*Town of Yucca Valley*

**Nonmajor Special Revenue Funds - Fund Descriptions (continued)**  
**For the year ended June 30, 2024**

---

*Street and Drainage District* – Established to provide improvements and maintenance of streets, roads, and highways needed to keep the streets in a safe condition and to preserve the street network. Also, for maintenance and operation of drainage and flood control facilities, including but not limited to floodways, channels, percolation pond, storm drain systems including pipes and catch basins and appurtenant facilities.

*Development Impact Fees Fund* – Established as depository for development impact fees. The fees are levied against new development in the Town in order to pay for the construction or improvement funds of public facilities as a result of Town growth.

*Active Transportation Program* – Established to account for the receipts and expenditures under the ATP grant. The purpose of ATP is to encourage increased use of active modes of transportation.

*Community Development Block Grant* – Established to account for financing of rehabilitation of privately held homes and government infrastructures. Financing is provided by the Federal Housing and Community Development Act.

*Desert Community Program Prop 68 Grant* – Established to account for receipts and expenditures from the Statewide Parks Desert Community Program – Prop 68 Grant for the development of public facilities that will assist in achieving active recreational projects, including aquatic and fitness centers.

*Highway Safety Improvements* – Established to account for the receipts and expenditures under the HSIP federal grant which purpose is to achieve a significant reduction in traffic fatalities and serious injuries on all public roads.

*Town of Yucca Valley*

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2024**

	Quimby Fees	Traffic Safety	Asset Seizure	Gas Tax
<b>ASSETS</b>				
Cash and investments	\$ 11,373	\$ 234,668	\$ 21,481	\$ 687,372
Receivables:				
Accounts, net	-	-	-	-
Due from other governments	-	1,172	-	51,760
Due from other funds	-	-	-	-
Advance to other funds	-	-	-	-
Total assets	<u>\$ 11,373</u>	<u>\$ 235,840</u>	<u>\$ 21,481</u>	<u>\$ 739,132</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 9,333
Accrued salaries	-	-	-	2,352
Retentions payable	-	-	-	-
Due to other funds	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,685</u>
Fund balances (deficit):				
Nonspendable:				
Advance to other funds	-	-	-	-
Restricted:				
General government	-	-	-	-
Public safety	-	235,840	21,481	-
Community development	-	-	-	-
Public works	11,373	-	-	727,447
Unassigned	-	-	-	-
Total fund balances	<u>11,373</u>	<u>235,840</u>	<u>21,481</u>	<u>727,447</u>
Total liabilities and fund balances	<u>\$ 11,373</u>	<u>\$ 235,840</u>	<u>\$ 21,481</u>	<u>\$ 739,132</u>

Local Transportation Act	Street in Lieu	Measure I - 2010-2040	Road Maintenance Rehabilitation	Mello-Roos
\$ 254,476	\$ 494,182	\$ 1,103,163	\$ 46,927	\$ 365,674
-	-	-	-	14,587
-	-	188,127	98,013	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 254,476</u>	<u>\$ 494,182</u>	<u>\$ 1,291,290</u>	<u>\$ 144,940</u>	<u>\$ 380,261</u>
\$ -	\$ -	\$ 5,028	\$ -	\$ 5,359
-	-	7,164	-	-
-	-	-	43,640	6,193
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>12,192</u>	<u>43,640</u>	<u>11,552</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
254,476	494,182	1,279,098	101,300	368,709
-	-	-	-	-
<u>254,476</u>	<u>494,182</u>	<u>1,279,098</u>	<u>101,300</u>	<u>368,709</u>
<u>\$ 254,476</u>	<u>\$ 494,182</u>	<u>\$ 1,291,290</u>	<u>\$ 144,940</u>	<u>\$ 380,261</u>

*Town of Yucca Valley*

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2024**

	COPS - LLESA	JAG Grant Fund	ARPA	Recycling Activities Grant
<b>ASSETS</b>				
Cash and investments	\$ 733,729	\$ 9,898	\$ 532	\$ 116,537
Receivables:				
Accounts, net	-	-	-	-
Due from other governments	-	10,618	-	-
Due from other funds	-	-	-	-
Advance to other funds	-	-	-	-
<b>Total assets</b>	<b>\$ 733,729</b>	<b>\$ 20,516</b>	<b>\$ 532</b>	<b>\$ 116,537</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 289	\$ -	\$ -	\$ 3,484
Accrued salaries	-	-	-	-
Retentions payable	-	-	-	-
Due to other funds	-	-	-	-
<b>Total liabilities</b>	<b>289</b>	<b>-</b>	<b>-</b>	<b>3,484</b>
Fund balances (deficit):				
Nonspendable:				
Advance to other funds	-	-	-	-
Restricted:				
General government	-	-	532	-
Public safety	733,440	20,516	-	-
Community development	-	-	-	113,053
Public works	-	-	-	-
Unassigned	-	-	-	-
<b>Total fund balances</b>	<b>733,440</b>	<b>20,516</b>	<b>532</b>	<b>113,053</b>
<b>Total liabilities and fund balances</b>	<b>\$ 733,729</b>	<b>\$ 20,516</b>	<b>\$ 532</b>	<b>\$ 116,537</b>

Landscape and Lighting Maintenance	Street and Drainage District	Development Impact Fees	Active Transportation Program (Formerly Major)	Community Development Block Grant
\$ 100,489	\$ 384,695	\$ 1,893,593	\$ 486,879	\$ -
-	-	-	-	-
206	800	-	-	-
-	-	-	-	-
-	-	579,955	-	-
<u>\$ 100,695</u>	<u>\$ 385,495</u>	<u>\$ 2,473,548</u>	<u>\$ 486,879</u>	<u>\$ -</u>
\$ 827	\$ 856	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>827</u>	<u>856</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	579,955	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
99,868	384,639	1,893,593	486,879	-
-	-	-	-	-
<u>99,868</u>	<u>384,639</u>	<u>2,473,548</u>	<u>486,879</u>	<u>-</u>
<u>\$ 100,695</u>	<u>\$ 385,495</u>	<u>\$ 2,473,548</u>	<u>\$ 486,879</u>	<u>\$ -</u>



*Town of Yucca Valley*

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2024**

---

	Desert Community Program Prop 68 Grant <b>(Formerly Major)</b>	Highway Safety Improvements	Total
<b>ASSETS</b>			
Cash and investments	\$ -	\$ -	\$ 6,945,668
Receivables:			
Accounts, net	-	-	14,587
Due from other governments	195,623	-	546,319
Due from other funds	900	-	900
Advance to other funds	-	-	579,955
	<u>-</u>	<u>-</u>	<u>579,955</u>
Total assets	<u>\$ 196,523</u>	<u>\$ -</u>	<u>\$ 8,087,429</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 13,099	\$ -	\$ 38,275
Accrued salaries	-	-	9,516
Retentions payable	-	-	49,833
Due to other funds	196,523	-	196,523
	<u>196,523</u>	<u>-</u>	<u>196,523</u>
Total liabilities	<u>209,622</u>	<u>-</u>	<u>294,147</u>
Fund balances (deficit):			
Nonspendable:			
Advance to other funds	-	-	579,955
Restricted:			
General government	-	-	532
Public safety	-	-	1,011,277
Community development	-	-	113,053
Public works	-	-	6,101,564
Unassigned	(13,099)	-	(13,099)
	<u>(13,099)</u>	<u>-</u>	<u>(13,099)</u>
Total fund balances	<u>(13,099)</u>	<u>-</u>	<u>7,793,282</u>
Total liabilities and fund balances	<u>\$ 196,523</u>	<u>\$ -</u>	<u>\$ 8,087,429</u>

*Town of Yucca Valley*

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the year ended June 30, 2024**

	Quimby Fees	Traffic Safety	Asset Seizure	Gas Tax
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	601,596
Charges for services	-	-	-	-
Fines, fees and forfeitures	-	5,214	-	-
Investment earnings	56	1,146	106	3,771
Other revenue	-	-	5,135	-
	<u>56</u>	<u>6,360</u>	<u>5,241</u>	<u>605,367</u>
Total revenues				
<b>EXPENDITURES</b>				
Current:				
Public safety	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	616,122
Community development	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>616,122</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>56</u>	<u>6,360</u>	<u>5,241</u>	<u>(10,755)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)				
Net change in fund balances	56	6,360	5,241	(10,755)
<b>FUND BALANCES (DEFICIT):</b>				
Fund balance, previously reported	11,317	229,480	16,240	738,202
Adjustment - change from major to nonmajor	-	-	-	-
	<u>11,317</u>	<u>229,480</u>	<u>16,240</u>	<u>738,202</u>
Beginning of year				
End of year	<u>\$ 11,373</u>	<u>\$ 235,840</u>	<u>\$ 21,481</u>	<u>\$ 727,447</u>

Local Transportation Act	Street in Lieu	Measure I - 2010-2040	Road Maintenance Rehabilitation	Mello-Roos
\$ -	\$ -	\$ -	\$ -	\$ 119,387
-	-	1,109,062	562,391	-
-	-	-	-	-
-	-	-	-	-
1,251	2,337	8,487	2,200	2,017
-	90,908	-	-	-
<u>1,251</u>	<u>93,245</u>	<u>1,117,549</u>	<u>564,591</u>	<u>121,404</u>
-	-	-	-	-
-	-	552,281	872,810	146,961
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>552,281</u>	<u>872,810</u>	<u>146,961</u>
<u>1,251</u>	<u>93,245</u>	<u>565,268</u>	<u>(308,219)</u>	<u>(25,557)</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>(750,000)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>(750,000)</u>	<u>-</u>	<u>-</u>
1,251	93,245	(184,732)	(308,219)	(25,557)
253,225	400,937	1,463,830	409,519	394,266
-	-	-	-	-
<u>253,225</u>	<u>400,937</u>	<u>1,463,830</u>	<u>409,519</u>	<u>394,266</u>
<u>\$ 254,476</u>	<u>\$ 494,182</u>	<u>\$ 1,279,098</u>	<u>\$ 101,300</u>	<u>\$ 368,709</u>

*Town of Yucca Valley*

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the year ended June 30, 2024**

	COPS - LLESA	JAG Grant Fund	ARPA	Recycling Activities Grant
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	186,305	20,477	-	80,772
Charges for services	-	-	-	-
Fines, fees and forfeitures	-	-	-	-
Investment earnings	3,608	39	-	307
Other revenue	-	-	-	-
Total revenues	<u>189,913</u>	<u>20,516</u>	<u>-</u>	<u>81,079</u>
<b>EXPENDITURES</b>				
Current:				
Public safety	78,558	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Community development	-	-	-	10,451
Total expenditures	<u>78,558</u>	<u>-</u>	<u>-</u>	<u>10,451</u>
Excess (deficiency) of revenues over (under) expenditures	<u>111,355</u>	<u>20,516</u>	<u>-</u>	<u>70,628</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	111,355	20,516	-	70,628
<b>FUND BALANCES (DEFICIT):</b>				
Fund balance, previously reported	622,085	-	532	42,425
Adjustment - change from major to nonmajor	-	-	-	-
Beginning of year	<u>622,085</u>	<u>-</u>	<u>532</u>	<u>42,425</u>
End of year	<u>\$ 733,440</u>	<u>\$ 20,516</u>	<u>\$ 532</u>	<u>\$ 113,053</u>

Landscape and Lighting Maintenance	Street and Drainage District	Development Impact Fees	Active Transportation Program (Formerly Major)	Community Development Block Grant
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	1,049,509	-
3,837	6,470	-	-	-
-	-	154,359	-	-
494	1,888	12,332	-	-
-	-	-	-	49
<u>4,331</u>	<u>8,358</u>	<u>166,691</u>	<u>1,049,509</u>	<u>49</u>
-	-	-	-	-
-	-	-	-	-
5,196	6,570	-	13,614	-
-	-	-	-	-
<u>5,196</u>	<u>6,570</u>	<u>-</u>	<u>13,614</u>	<u>-</u>
(865)	1,788	166,691	1,035,895	49
-	-	-	750,000	-
-	-	(66,379)	(750,000)	(194,712)
-	-	(66,379)	-	(194,712)
(865)	1,788	100,312	1,035,895	(194,663)
100,733	382,851	2,373,236	-	194,663
-	-	-	(549,016)	-
<u>100,733</u>	<u>382,851</u>	<u>2,373,236</u>	<u>(549,016)</u>	<u>194,663</u>
<u>\$ 99,868</u>	<u>\$ 384,639</u>	<u>\$ 2,473,548</u>	<u>\$ 486,879</u>	<u>\$ -</u>

*Town of Yucca Valley*

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the year ended June 30, 2024**

	Desert Community Program Prop 68 Grant <b>(Formerly Major)</b>	Highway Safety Improvements	Measure Y - Essential Services <b>(Formerly Non-Major)</b>	Total
<b>REVENUES</b>				
Taxes	\$ -	\$ -		\$ 119,387
Intergovernmental	432,302	-		4,042,414
Charges for services	-	-		10,307
Fines, fees and forfeitures	-	-		159,573
Investment earnings	-	-		40,039
Other revenue	-	-		96,092
<b>Total revenues</b>	<b>432,302</b>	<b>-</b>		<b>4,467,812</b>
<b>EXPENDITURES</b>				
Current:				
Public safety	-	-		78,558
Parks and recreation	64,522	-		64,522
Public works	252,482	-		2,466,036
Community development	-	-		10,451
<b>Total expenditures</b>	<b>317,004</b>	<b>-</b>		<b>2,619,567</b>
Excess (deficiency) of revenues over (under) expenditures	115,298	-		1,848,245
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	12,379		762,379
Transfers out	-	-		(1,761,091)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>12,379</b>		<b>(998,712)</b>
Net change in fund balances	115,298	12,379		849,533
<b>FUND BALANCES (DEFICIT):</b>				
Fund balance, previously reported	-	(12,379)	\$ 5,012,263	12,633,425
Adjustment - change from major to nonmajor	(128,397)	-	(5,012,263)	(5,689,676)
Beginning of year	(128,397)	(12,379)	-	6,943,749
End of year	<u>\$ (13,099)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,793,282</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 Quimby Fees Special Revenue Fund  
 For the year ended June 30, 2024**

---

	<u>Final budgeted amounts</u>	<u>Actual amounts</u>	<u>Variance with final budget</u>
<b>REVENUES</b>			
Investment earnings	\$ 100	\$ 56	\$ (44)
Total revenues	<u>100</u>	<u>56</u>	<u>(44)</u>
<b>EXPENDITURES</b>			
General government	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total expenditures	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Net change in fund balance	(2,400)	56	2,456
<b>FUND BALANCE</b>			
Beginning of year	<u>11,317</u>	<u>11,317</u>	<u>-</u>
End of year	<u><u>\$ 8,917</u></u>	<u><u>\$ 11,373</u></u>	<u><u>\$ 2,456</u></u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Traffic Safety Special Revenue Fund  
For the year ended June 30, 2024**

---

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Fines, fees and forfeitures	\$ 4,500	\$ 5,214	\$ 714
Investment earnings	1,000	1,146	146
Total revenues	<u>5,500</u>	<u>6,360</u>	<u>860</u>
<b>EXPENDITURES</b>			
Current:			
General government	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Total expenditures	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Net change in fund balance	(44,500)	6,360	50,860
<b>FUND BALANCE</b>			
Beginning of year	<u>229,480</u>	<u>229,480</u>	<u>-</u>
End of year	<u>\$ 184,980</u>	<u>\$ 235,840</u>	<u>\$ 50,860</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Asset Seizure Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Investment earnings	\$ 100	\$ 106	\$ 6
Fines, fees, and forfeitures	-	5,135	5,135
Total revenues	<u>100</u>	<u>5,241</u>	<u>5,141</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total expenditures	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Net change in fund balance	(2,400)	5,241	7,641
<b>FUND BALANCE</b>			
Beginning of year	<u>16,240</u>	<u>16,240</u>	<u>-</u>
End of year	<u><u>\$ 13,840</u></u>	<u><u>\$ 21,481</u></u>	<u><u>\$ 7,641</u></u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Gas Tax Special Revenue Fund  
For the year ended June 30, 2024**

---

	<u>Final budgeted amounts</u>	<u>Actual amounts</u>	<u>Variance with final budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 595,457	\$ 601,596	\$ 6,139
Investment earnings	1,553	3,771	2,218
	<u>597,010</u>	<u>605,367</u>	<u>8,357</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>798,967</u>	<u>616,122</u>	<u>182,845</u>
	<u>798,967</u>	<u>616,122</u>	<u>182,845</u>
Net change in fund balance	(201,957)	(10,755)	191,202
<b>FUND BALANCE</b>			
Beginning of year	<u>738,202</u>	<u>738,202</u>	<u>-</u>
End of year	<u>\$ 536,245</u>	<u>\$ 727,447</u>	<u>\$ 191,202</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Local Transportation Act Special Revenue Fund  
For the year ended June 30, 2024**

---

	<u>Final budgeted amounts</u>	<u>Actual amounts</u>	<u>Variance with final budget</u>
<b>REVENUES</b>			
Investment earnings	<u>\$ 450</u>	<u>\$ 1,251</u>	<u>\$ 801</u>
Total revenues	<u>450</u>	<u>1,251</u>	<u>801</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>61,430</u>	<u>-</u>	<u>61,430</u>
Total expenditures	<u>61,430</u>	<u>-</u>	<u>61,430</u>
Excess of revenues over expenditures	(60,980)	1,251	62,231
<b>FUND BALANCE</b>			
Beginning of year	<u>253,225</u>	<u>253,225</u>	<u>-</u>
End of year	<u><u>\$ 192,245</u></u>	<u><u>\$ 254,476</u></u>	<u><u>\$ 62,231</u></u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Street in Lieu Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Investment earnings	\$ 1,650	\$ 2,337	\$ 687
Other revenue	90,908	90,908	-
Total revenues	<u>92,558</u>	<u>93,245</u>	<u>687</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Total expenditures	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Net change in fund balance	42,558	93,245	50,687
<b>FUND BALANCE</b>			
Beginning of year	<u>400,937</u>	<u>400,937</u>	<u>-</u>
End of year	<u><u>\$ 443,495</u></u>	<u><u>\$ 494,182</u></u>	<u><u>\$ 50,687</u></u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Measure I – 2010 – 2040 Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 1,000,000	\$ 1,109,062	\$ 109,062
Investment earnings	-	8,487	8,487
Total revenues	<u>1,000,000</u>	<u>1,117,549</u>	<u>117,549</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>1,260,100</u>	<u>552,281</u>	<u>707,819</u>
Total expenditures	<u>1,260,100</u>	<u>552,281</u>	<u>707,819</u>
Excess of revenues over expenditures	<u>(260,100)</u>	<u>565,268</u>	<u>825,368</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(750,000)</u>	<u>(750,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(750,000)</u>	<u>(750,000)</u>	<u>-</u>
Net change in fund balance	(1,010,100)	(184,732)	825,368
<b>FUND BALANCE</b>			
Beginning of year	<u>1,463,830</u>	<u>1,463,830</u>	<u>-</u>
End of year	<u>\$ 453,730</u>	<u>\$ 1,279,098</u>	<u>\$ 825,368</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Road Maintenance Rehabilitation Special Revenue Fund  
For the year ended June 30, 2024**

---

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 540,347	\$ 562,391	\$ 22,044
Investment earnings	1,500	2,200	700
	<hr/>	<hr/>	<hr/>
Total revenues	541,847	564,591	22,744
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Total expenditures	845,563	872,810	(27,247)
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(303,716)	(308,219)	(4,503)
	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE</b>			
Beginning of year	409,519	409,519	-
	<hr/>	<hr/>	<hr/>
End of year	<u>\$ 105,803</u>	<u>\$ 101,300</u>	<u>\$ (4,503)</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Mello-Roos Special Revenue Fund  
For the year ended June 30, 2024**

---

	<u>Final budgeted amounts</u>	<u>Actual amounts</u>	<u>Variance with final budget</u>
<b>REVENUES</b>			
Taxes	\$ 112,300	\$ 119,387	\$ 7,087
Investment earnings	500	2,017	1,517
	<u>112,800</u>	<u>121,404</u>	<u>8,604</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>66,300</u>	<u>146,961</u>	<u>(80,661)</u>
	<u>66,300</u>	<u>146,961</u>	<u>(80,661)</u>
Net change in fund balance	46,500	(25,557)	(72,057)
<b>FUND BALANCE</b>			
Beginning of year	<u>394,266</u>	<u>394,266</u>	<u>-</u>
End of year	<u><u>\$ 440,766</u></u>	<u><u>\$ 368,709</u></u>	<u><u>\$ (72,057)</u></u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
COPS - LLESA Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 150,000	\$ 186,305	\$ 36,305
Investment earnings	1,000	3,608	2,608
Total revenues	<u>151,000</u>	<u>189,913</u>	<u>38,913</u>
<b>EXPENDITURES</b>			
Current:			
Public safety	<u>225,500</u>	<u>78,558</u>	<u>146,942</u>
Total expenditures	<u>225,500</u>	<u>78,558</u>	<u>146,942</u>
Net change in fund balance	(74,500)	111,355	185,855
<b>FUND BALANCE</b>			
Beginning of year	<u>622,085</u>	<u>622,085</u>	<u>-</u>
End of year	<u>\$ 547,585</u>	<u>\$ 733,440</u>	<u>\$ 185,855</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
JAG Grant Special Revenue Fund  
For the year ended June 30, 2024**

---

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 20,000	\$ 20,477	\$ 477
Investment earnings	-	39	39
	<hr/>	<hr/>	<hr/>
Total revenues	20,000	20,516	516
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Total expenditures	-	-	-
	<hr/>	<hr/>	<hr/>
Net change in fund balance	20,000	20,516	516
	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE</b>			
Beginning of year	-	-	-
	<hr/>	<hr/>	<hr/>
End of year	\$ 20,000	\$ 20,516	\$ 516
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 ARPA Special Revenue Fund  
 For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 998,000	\$ -	\$ (998,000)
Total revenues	<u>998,000</u>	<u>-</u>	<u>(998,000)</u>
<b>EXPENDITURES</b>			
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>998,000</u>	<u>-</u>	<u>(998,000)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	28,554,598	-	(28,554,598)
Transfers out	<u>(3,904,598)</u>	<u>-</u>	<u>3,904,598</u>
Total other financing sources	<u>24,650,000</u>	<u>-</u>	<u>(24,650,000)</u>
Net change in fund balance	25,648,000	-	(25,648,000)
<b>FUND BALANCE</b>			
Beginning of year	<u>532</u>	<u>532</u>	<u>-</u>
End of year	<u><u>\$ 25,648,532</u></u>	<u><u>\$ 532</u></u>	<u><u>\$ (25,648,000)</u></u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
 Recycling Activities Grant Special Revenue Fund  
 For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 5,000	\$ 80,772	\$ 75,772
Investment earnings	50	307	257
	<u>5,050</u>	<u>81,079</u>	<u>76,029</u>
<b>EXPENDITURES</b>			
Current:			
Public works	13,333	-	13,333
Community development	30,984	10,451	20,533
	<u>44,317</u>	<u>10,451</u>	<u>33,866</u>
Net change in fund balance	(39,267)	70,628	109,895
<b>FUND BALANCE</b>			
Beginning of year	<u>42,425</u>	<u>42,425</u>	<u>-</u>
End of year	<u>\$ 3,158</u>	<u>\$ 113,053</u>	<u>\$ 109,895</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Landscape and Lighting Maintenance Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Charges for services	\$ 3,500	\$ 3,837	\$ 337
Investment earnings	500	494	(6)
Total revenues	<u>4,000</u>	<u>4,331</u>	<u>331</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>9,000</u>	<u>5,196</u>	<u>3,804</u>
Total expenditures	<u>9,000</u>	<u>5,196</u>	<u>3,804</u>
Net change in fund balance	(5,000)	(865)	4,135
<b>FUND BALANCE</b>			
Beginning of year	<u>100,733</u>	<u>100,733</u>	<u>-</u>
End of year	<u><u>\$ 95,733</u></u>	<u><u>\$ 99,868</u></u>	<u><u>\$ 4,135</u></u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Street and Drainage District Fees Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Charges for services	\$ 39,665	\$ 6,470	\$ (33,195)
Investment earnings	500	1,888	1,388
Total revenues	<u>40,165</u>	<u>8,358</u>	<u>(31,807)</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>8,000</u>	<u>6,570</u>	<u>1,430</u>
Total expenditures	<u>8,000</u>	<u>6,570</u>	<u>1,430</u>
Net change in fund balance	32,165	1,788	(30,377)
<b>FUND BALANCE</b>			
Beginning of year	<u>382,851</u>	<u>382,851</u>	<u>-</u>
End of year	<u>\$ 415,016</u>	<u>\$ 384,639</u>	<u>\$ (30,377)</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Development Impact Fees Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Fines, fees and forfeitures	\$ 150,000	\$ 154,359	\$ 4,359
Investment earnings	35,000	12,332	(22,668)
Total revenues	<u>185,000</u>	<u>166,691</u>	<u>(18,309)</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>220,560</u>	<u>-</u>	<u>220,560</u>
Total expenditures	<u>220,560</u>	<u>-</u>	<u>220,560</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(35,560)</u>	<u>166,691</u>	<u>202,251</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	<u>(1,066,379)</u>	<u>(66,379)</u>	<u>1,000,000</u>
Total other financing sources (uses)	<u>(1,066,379)</u>	<u>(66,379)</u>	<u>1,000,000</u>
Net change in fund balance	(1,101,939)	100,312	1,202,251
<b>FUND BALANCE</b>			
Beginning of year	<u>2,373,236</u>	<u>2,373,236</u>	<u>-</u>
End of year	<u>\$ 1,271,297</u>	<u>\$ 2,473,548</u>	<u>\$ 1,202,251</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Active Transportation Program Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 1,051,041	\$ 1,049,509	\$ (1,532)
Total revenues	<u>1,051,041</u>	<u>1,049,509</u>	<u>(1,532)</u>
<b>EXPENDITURES</b>			
Current:			
Public works	<u>496,380</u>	<u>13,614</u>	<u>482,766</u>
Total expenditures	<u>496,380</u>	<u>13,614</u>	<u>482,766</u>
Excess (deficiency) of revenues over (under) expenditures	<u>554,661</u>	<u>1,035,895</u>	<u>481,234</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	750,000	750,000	-
Transfers out	<u>(750,000)</u>	<u>(750,000)</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	554,661	1,035,895	481,234
<b>FUND BALANCE (DEFICIT)</b>			
Beginning of year	<u>(549,016)</u>	<u>(549,016)</u>	<u>-</u>
End of year	<u>\$ 5,645</u>	<u>\$ 486,879</u>	<u>\$ 481,234</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Community Development Block Grant Special Revenue Fund  
For the year ended June 30, 2024**

	Final budgeted amounts	Actual amounts	Variance with final budget
<b>REVENUES</b>			
Intergovernmental	\$ 125,000	\$ -	\$ (125,000)
Other revenue	-	49	49
	<u>125,000</u>	<u>49</u>	<u>(124,951)</u>
Total revenues			
<b>EXPENDITURES</b>			
Current:			
Parks and recreation	261,276	-	261,276
	<u>261,276</u>	<u>-</u>	<u>261,276</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	(136,276)	49	136,325
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	(194,662)	(194,712)	(50)
	<u>(194,662)</u>	<u>(194,712)</u>	<u>(50)</u>
Total other financing sources			
Net change in fund balance	(330,938)	(194,663)	136,275
<b>FUND BALANCE (DEFICIT)</b>			
Beginning of year	194,663	194,663	-
	<u>194,663</u>	<u>194,663</u>	<u>-</u>
End of year	<u>\$ (136,275)</u>	<u>\$ -</u>	<u>\$ 136,275</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Desert Community Program Prop 68 Grant Special Revenue Fund  
For the year ended June 30, 2024**

	<u>Final budgeted amounts</u>	<u>Actual amounts</u>	<u>Variance with final budget</u>
<b>REVENUES</b>			
Intergovernmental	\$ 17,841,035	\$ 432,302	\$(17,408,733)
Total revenues	<u>17,841,035</u>	<u>432,302</u>	<u>(17,408,733)</u>
<b>EXPENDITURES</b>			
Current:			
Parks and recreation	1,068,515	64,522	1,003,993
Public works	<u>46,294,125</u>	<u>252,482</u>	<u>46,041,643</u>
Total expenditures	<u>47,362,640</u>	<u>317,004</u>	<u>47,045,636</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(29,521,605)</u>	<u>115,298</u>	<u>29,636,903</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>28,554,598</u>	<u>-</u>	<u>(28,554,598)</u>
Total other financing sources	<u>28,554,598</u>	<u>-</u>	<u>(28,554,598)</u>
Net change in fund balance	(967,007)	115,298	1,082,305
<b>FUND BALANCE (DEFICIT)</b>			
Beginning of year	<u>(128,397)</u>	<u>(128,397)</u>	<u>-</u>
End of year	<u><u>\$ (1,095,404)</u></u>	<u><u>\$ (13,099)</u></u>	<u><u>\$ 1,082,305</u></u>

*Town of Yucca Valley*

**Nonmajor Capital Projects Fund - Fund Description**  
**June 30, 2024**

---

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

*Retail Sector Improvements* – Established to account for the improvement of the retail business sector of the Town.

*Town of Yucca Valley*

**Balance Sheet  
Nonmajor Capital Projects Fund  
June 30, 2024**

---

	Retail Sector Improvements	Total
<b>ASSETS</b>		
Cash and investments	\$ 58,193	\$ 58,193
Total assets	<u>\$ 58,193</u>	<u>\$ 58,193</u>
<b>LIABILITIES AND FUND BALANCE</b>		
Total liabilities	\$ -	\$ -
Fund balance:		
Assigned	<u>58,193</u>	<u>58,193</u>
Total fund balance	<u>58,193</u>	<u>58,193</u>
Total liabilities and fund balance	<u>\$ 58,193</u>	<u>\$ 58,193</u>

*Town of Yucca Valley*

**Statement of Revenues, Expenditures and Changes in Fund Balance  
 Nonmajor Capital Projects Fund  
 For the year ended June 30, 2024**

	Retail Sector Improvements	Total
<b>REVENUES</b>		
Investment earnings	\$ 286	\$ 286
Total revenues	286	286
<b>EXPENDITURES</b>		
Total expenditures	-	-
Net change in fund balance	286	286
<b>FUND BALANCES</b>		
Beginning of year	57,907	57,907
End of year	\$ 58,193	\$ 58,193

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual  
Retail Sector Improvements Capital Projects Fund  
For the year ended June 30, 2024**

---

	<u>Final budgeted amounts</u>	<u>Actual amounts</u>	<u>Variance with final budget</u>
<b>REVENUES</b>			
Investment earnings	\$ 350	\$ 286	\$ (64)
Total revenues	<u>350</u>	<u>286</u>	<u>(64)</u>
<b>EXPENDITURES</b>			
Current:			
Community development	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total expenditures	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Net change in fund balance	(9,650)	286	9,936
<b>FUND BALANCE</b>			
Beginning of year	<u>57,907</u>	<u>57,907</u>	<u>-</u>
End of year	<u>\$ 48,257</u>	<u>\$ 58,193</u>	<u>\$ 9,936</u>

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Major Fund**  
**Capital Projects Reserve Capital Projects Fund**  
**For the year ended June 30, 2024**

	Budgeted amounts		Actual amounts	Variance with final budget
	Original	Final		
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ (40,319)	\$ (40,319)
Investment earnings	-	-	4,847	4,847
Other	35,000	35,000	-	(35,000)
Total revenues	35,000	35,000	(35,472)	(70,472)
<b>EXPENDITURES</b>				
Current:				
General government	865,000	4,784,580	518,403	4,266,177
Parks and recreation	350,000	1,094,634	386,387	708,247
Community development	50,000	651,234	131,879	519,355
Total expenditures	1,265,000	6,530,448	1,036,669	5,493,779
Excess (deficiency) of revenues over (under) expenditures	(1,230,000)	(6,495,448)	(1,072,141)	5,423,307
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	8,905	4,558,905	4,860,385	301,480
Transfers out	(1,500,000)	(3,500,000)	-	3,500,000
Total other financing sources (uses)	(1,491,095)	1,058,905	4,860,385	3,801,480
Net change in fund balance	(2,721,095)	(5,436,543)	3,788,244	9,224,787
<b>FUND BALANCE</b>				
Beginning of year	8,860,222	8,860,222	8,860,222	-
End of year	\$ 6,139,127	\$ 3,423,679	\$ 12,648,466	\$ 9,224,787

*Town of Yucca Valley*

**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual**  
**Major Fund**  
**Debt Service Fund**  
**For the year ended June 30, 2024**

	Budgeted amounts		Actual amounts	Variance with final budget
	Original	Final		
<b>REVENUES</b>				
Investment earnings	\$ -	\$ 600,000	\$ 850,338	\$ 250,338
Total revenues	-	600,000	850,338	250,338
<b>EXPENDITURES</b>				
Debt service:				
Principal	860,000	860,000	865,000	(5,000)
Interest and fiscal charges	440,000	440,000	462,300	(22,300)
Total expenditures	1,300,000	1,300,000	1,327,300	(27,300)
Excess (deficiency) of revenues over (under) expenditures	(1,300,000)	(700,000)	(476,962)	223,038
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	1,300,000	1,300,000	1,300,000	-
Transfers out	(7,000,000)	(16,150,000)	-	16,150,000
Total other financing sources (uses)	(5,700,000)	(14,850,000)	1,300,000	16,150,000
Net change in fund balance	(7,000,000)	(15,550,000)	823,038	16,373,038
<b>FUND BALANCE</b>				
Beginning of year	18,336,057	18,336,057	18,336,057	-
End of year	\$ 11,336,057	\$ 2,786,057	\$ 19,159,095	\$ 16,373,038





**STATISTICAL SECTION**



**Overview of Statistical Information Presented in Five Categories**

**Financial Trend Information:** Intended to assist users in understanding and assessing how a government's financial position has changed over time.

**Revenue Capacity Information:** Intended to assist users in understanding and assessing the factors affecting a government's ability to generate its own revenue.

**Debt Capacity Information:** Intended to assist users in understanding and assessing a government's debt burden and its ability to issue additional debt.

**Demographic and Economic Information:** Intended to assist users in understanding the socioeconomic environment within which a government operates and to provide information that facilitates comparison of financial statement information over time and among governments.

**Operating Information:** Intended to provide information about a government's operations and resources in order to assist readers in using financial statement information to understand and assess a government's economic condition.

*Town of Yucca Valley*

**Net Position by Component  
Last Ten Fiscal Years  
(accrual basis of accounting)**

	Fiscal Year				
	2015	2016	2017	2018	2019
Governmental activities:					
Net investment in capital assets	\$ 25,913,868	\$ 32,591,351	\$ 34,786,380	\$ 34,348,033	\$ 48,432,601
Restricted	9,340,709	9,745,235	14,164,214	19,765,901	14,158,974
Unrestricted	7,103,852	4,213,416	4,498,253	4,517,695	11,706,717
Total governmental activities net position	<u>\$ 42,358,429</u>	<u>\$ 46,550,002</u>	<u>\$ 53,448,847</u>	<u>\$ 58,631,629</u>	<u>\$ 74,298,292</u>
Primary government:					
Net investment in capital assets	\$ 25,913,868	\$ 32,591,351	\$ 34,786,380	\$ 34,348,033	\$ 48,432,601
Restricted	9,340,709	9,745,235	14,164,214	19,765,901	14,158,974
Unrestricted	7,103,852	4,213,419	4,498,253	4,517,695	11,706,717
Total primary government net position	<u>\$ 42,358,429</u>	<u>\$ 46,550,005</u>	<u>\$ 53,448,847</u>	<u>\$ 58,631,629</u>	<u>\$ 74,298,292</u>

\* Through legislation passed by the State of California and upheld by the Supreme Court of California, redevelopment agencies were dissolved as of January 31, 2012. The legislation established Successor Agencies to assist with the dissolution process. The Successor Agency to the Yucca Valley Redevelopment Agency is a private purpose trust fund and cannot be considered a component unit of the Town of Yucca Valley. It succeeded the Yucca Valley Redevelopment Agency (RDA) on February 1, 2012. Prior to the transition date, the activities of the RDA are blended with those of the Town in these financial statements. This change in entities is reflected in the variances from prior years in the fiscal year ended June 30, 2012.

Source: Town of Yucca Valley Finance Department.

	Fiscal Year				
	2020	2021	2022	2023	2024
Governmental activities:					
Net investment in capital assets	\$ 59,728,592	\$ 60,269,556	\$ 58,771,013	\$ 46,634,736	\$ 68,105,326
Restricted	14,369,385	18,022,742	21,274,775	37,782,099	20,889,435
Unrestricted	10,262,859	9,866,597	17,461,400	23,775,502	24,708,423
Total governmental activities net position	<u>\$ 84,360,836</u>	<u>\$ 88,158,895</u>	<u>\$ 97,507,188</u>	<u>\$ 108,192,337</u>	<u>\$ 113,703,184</u>
Primary government:					
Net investment in capital assets	\$ 59,728,592	\$ 60,269,556	\$ 58,771,013	\$ 46,634,736	\$ 68,105,326
Restricted	14,369,385	18,022,742	21,274,775	37,782,099	20,889,435
Unrestricted	10,262,859	9,866,597	17,461,400	23,775,502	24,708,423
Total primary government net position	<u>\$ 84,360,836</u>	<u>\$ 88,158,895</u>	<u>\$ 97,507,188</u>	<u>\$ 108,192,337</u>	<u>\$ 113,703,184</u>

*Town of Yucca Valley*

**Change in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)**

	Fiscal Year				
	2015	2016	2017	2018	2019
Expenses:					
Governmental activities:					
General government	\$ 1,808,076	\$ 1,922,138	\$ 1,891,162	\$ 2,349,441	\$ 2,557,387
Public safety	4,897,263	4,968,371	5,222,916	5,761,214	6,172,612
Parks and recreation	729,359	813,926	1,275,224	1,234,793	1,972,830
Public works	1,979,622	3,124,182	3,142,439	4,225,776	5,655,114
Community development	2,168,836	1,232,726	1,419,701	1,825,172	1,775,568
Interest on long-term debt	-	-	-	-	-
Total governmental activities expenses	<u>11,583,156</u>	<u>12,061,343</u>	<u>12,951,442</u>	<u>15,396,396</u>	<u>18,133,511</u>
Total primary government expenses	<u>11,583,156</u>	<u>12,061,343</u>	<u>12,951,442</u>	<u>15,396,396</u>	<u>18,133,511</u>
Program revenues:					
Governmental activities:					
Charges for services:					
General government	31,484	27,052	115,422	93,763	132,851
Public safety	148,751	197,337	425,126	520,085	545,108
Parks and recreation	186,075	212,682	168,874	150,156	137,240
Public works	26,164	49,120	57,741	56,082	56,309
Community development	245,513	288,117	302,787	377,267	350,178
Operating grants and contributions	3,154,115	3,279,736	1,626,389	2,537,152	2,895,376
Capital grants and contributions	<u>3,813,649</u>	<u>4,862,151</u>	<u>1,197,982</u>	<u>4,615,342</u>	<u>16,314,825</u>
Total governmental activities program revenues	<u>7,605,751</u>	<u>8,916,195</u>	<u>3,894,321</u>	<u>8,349,847</u>	<u>20,431,887</u>
Total primary government program revenues	<u>7,605,751</u>	<u>8,916,195</u>	<u>3,894,321</u>	<u>8,349,847</u>	<u>20,431,887</u>
Net revenues (expenses)	<u>\$ (3,977,405)</u>	<u>\$ (3,145,148)</u>	<u>\$ (9,057,121)</u>	<u>\$ (7,046,549)</u>	<u>\$ 2,298,376</u>

\* Through legislation passed by the State of California and upheld by the Supreme Court of California, redevelopment agencies were dissolved as of January 31, 2012. The legislation established Successor Agencies to assist with the dissolution process. The Successor Agency to the Yucca Valley Redevelopment Agency is a private purpose trust fund and cannot be considered a component unit of the Town of Yucca Valley. It succeeded the Yucca Valley Redevelopment Agency (RDA) on February 1, 2012. Prior to the transition date, the activities of the RDA are blended with those of the Town in these financial statements. This change in entities is reflected in the variances from prior years in the fiscal year ended June 30, 2012.

Source: Town of Yucca Valley Finance Department.

	Fiscal Year				
	2020	2021	2022	2023	2024
Expenses:					
Governmental activities:					
General government	\$ 5,422,639	\$ 5,286,994	\$ 6,224,558	\$ 6,866,307	\$ 7,123,981
Public safety	6,514,290	6,420,538	6,844,833	6,947,696	8,325,447
Parks and recreation	1,604,249	1,307,178	1,533,261	1,837,796	1,920,626
Public works	5,095,900	7,224,917	4,303,980	4,434,373	6,839,128
Community development	2,200,881	1,215,069	1,779,673	2,328,103	2,460,823
Interest on long-term debt	-	-	23,953	342,790	454,327
Total governmental activities expenses	<u>20,837,959</u>	<u>21,454,696</u>	<u>20,710,258</u>	<u>22,757,065</u>	<u>27,124,332</u>
Total primary government expenses	<u>20,837,959</u>	<u>21,454,696</u>	<u>20,710,258</u>	<u>22,757,065</u>	<u>27,124,332</u>
Program revenues:					
Governmental activities:					
Charges for services:					
General government	76,892	157,302	279,634	303,628	298,739
Public safety	489,121	596,604	802,747	1,058,245	1,020,448
Parks and recreation	98,673	38,405	115,658	7,328	180,300
Public works	57,985	142,588	588,856	150,661	249,945
Community development	688,639	834,865	1,018,989	924,662	642,756
Operating grants and contributions	2,137,391	3,770,459	2,507,914	2,600,418	2,719,668
Capital grants and contributions	<u>13,496,971</u>	<u>3,159,787</u>	<u>3,911,433</u>	<u>4,335,926</u>	<u>4,524,186</u>
Total governmental activities program revenues	<u>17,045,672</u>	<u>8,700,010</u>	<u>9,225,231</u>	<u>9,380,868</u>	<u>9,636,042</u>
Total primary government program revenues	<u>17,045,672</u>	<u>8,700,010</u>	<u>9,225,231</u>	<u>9,380,868</u>	<u>9,636,042</u>
Net revenues (expenses)	<u>\$ (3,792,287)</u>	<u>\$ (12,754,686)</u>	<u>\$ (11,485,027)</u>	<u>\$ (13,376,197)</u>	<u>\$ (17,488,290)</u>

*Town of Yucca Valley*

**Change in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)**

	Fiscal Year				
	2015	2016	2017	2018	2019
General revenues and other changes in net position:					
Governmental activities:					
Taxes:					
Property tax levied for general purposes	\$ 4,366,088	\$ 4,478,913	\$ 4,610,099	\$ 4,884,374	\$ 5,161,487
Sales tax	3,003,421	3,498,005	3,616,990	5,507,159	5,929,763
Transient occupancy tax	571,645	290,878	316,912	578,997	784,202
Franchise taxes	833,722	851,943	806,945	955,028	983,535
Motor vehicle in lieu tax, unrestricted	8,726	8,616	9,534	11,327	10,481
Unrestricted investment earnings	42,786	37,559	87,833	167,902	345,044
Other	146,230	340,551	146,333	149,626	153,775
Extraordinary/Special Items:					
Gain (loss)/contributions from Redevelopment Agency	3,038,093	-	-	-	-
Total governmental activities	12,010,711	9,506,465	9,594,646	12,254,413	13,368,287
Total primary government	12,010,711	9,506,465	9,594,646	12,254,413	13,368,287
Total primary government change in net position	\$ 8,033,306	\$ 6,361,317	\$ 537,525	\$ 5,207,864	\$ 15,666,663

\* Through legislation passed by the State of California and upheld by the Supreme Court of California, redevelopment agencies were dissolved as of January 31, 2012. The legislation established Successor Agencies to assist with the dissolution process. The Successor Agency to the Yucca Valley Redevelopment Agency is a private purpose trust fund and cannot be considered a component unit of the Town of Yucca Valley. It succeeded the Yucca Valley Redevelopment Agency (RDA) on February 1, 2012. Prior to the transition date, the activities of the RDA are blended with those of the Town in these financial statements. This change in entities is reflected in the variances from prior years in the fiscal year ended June 30, 2012.

Source: Town of Yucca Valley Finance Department.

	Fiscal Year				
	2020	2021	2022	2023	2024
General revenues and other changes in net position:					
Governmental activities:					
Taxes:					
Property tax levied for general purposes	\$ 5,491,570	\$ 5,826,572	\$ 6,239,189	\$ 6,848,828	\$ 7,554,562
Sales tax	5,759,796	7,295,017	7,717,316	7,817,246	7,678,688
Transient occupancy tax	864,733	1,926,447	2,686,405	3,760,718	4,283,877
Franchise taxes	891,399	998,699	1,196,857	1,223,536	1,329,489
Motor vehicle in lieu tax, unrestricted	17,451	16,309	25,797	22,359	26,919
Unrestricted investment earnings	419,312	319,538	(363,420)	845,893	1,944,184
Other	410,570	170,163	3,331,176	3,392,766	181,418
Extraordinary/Special Items:					
Gain (loss)/contributions from Redevelopment Agency	-	-	-	-	-
Total governmental activities	13,854,831	16,552,745	20,833,320	23,911,346	22,999,137
Total primary government	13,854,831	16,552,745	20,833,320	23,911,346	22,999,137
Total primary government change in net position	\$ 10,062,544	\$ 3,798,059	\$ 9,348,293	\$ 10,535,149	\$ 5,510,847



*Town of Yucca Valley*

**Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)**

	Fiscal year									
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General Fund:										
Nonspendable	\$ 620,910	\$ 515,694	\$ 477,617	\$ 300,710	\$ 236,966	\$ 233,356	\$ 288,360	\$ 320,784	\$ 397,472	\$ 316,590
Restricted	-	359,676	332,536	310,570	327,057	1,031,036	2,259,818	2,759,224	2,959,349	3,293,408
Assigned	1,784,812	1,400,000	1,600,000	1,718,412	1,717,550	1,699,014	1,600,000	1,300,000	2,500,000	2,500,000
Unassigned	5,850,818	6,057,106	5,674,659	6,800,357	7,374,634	7,728,668	10,674,784	14,170,989	16,346,197	16,516,102
<b>Total General Fund</b>	<b>8,256,540</b>	<b>8,332,476</b>	<b>8,084,812</b>	<b>9,130,049</b>	<b>9,656,207</b>	<b>10,692,074</b>	<b>14,822,962</b>	<b>18,550,997</b>	<b>22,203,018</b>	<b>22,626,100</b>
All other governmental funds:										
Nonspendable	555,270	579,871	560,757	-	-	-	-	574,442	577,179	579,955
Restricted:										
General government	-	-	-	-	-	-	125,683	6,268	532	532
Public safety	271,518	364,181	421,131	373,485	421,530	554,688	659,962	785,457	867,805	1,011,277
Debt service	11,821	39,460	-	-	-	-	-	-	-	-
Community development	150,967	167,095	168,098	189,416	28,353	28,604	30,811	31,395	18,573,145	19,272,148
Parks and recreation	-	2,423,360	-	-	-	-	-	-	-	-
Public works	5,323,297	5,089,907	5,832,014	11,435,852	7,882,400	10,704,489	9,910,523	11,577,921	11,676,157	10,224,050
Assigned	1,887,102	2,432,589	3,867,476	4,460,878	9,019,260	4,159,031	3,681,954	7,691,039	8,918,129	12,706,659
Unassigned	(1,508,581)	(113,417)	(112,261)	(178,577)	(165,909)	(132,579)	(304,068)	(319,907)	(851,373)	(222,354)
<b>Total all other governmental funds</b>	<b>6,691,394</b>	<b>10,983,046</b>	<b>10,737,215</b>	<b>16,281,054</b>	<b>17,185,634</b>	<b>15,314,233</b>	<b>14,104,865</b>	<b>20,346,615</b>	<b>39,761,574</b>	<b>43,572,267</b>
<b>Total all governmental funds</b>	<b>\$ 14,947,934</b>	<b>\$ 19,315,522</b>	<b>\$ 18,822,027</b>	<b>\$ 25,411,103</b>	<b>\$ 26,841,841</b>	<b>\$ 26,006,307</b>	<b>\$ 28,927,827</b>	<b>\$ 38,897,612</b>	<b>\$ 61,964,592</b>	<b>\$ 66,198,367</b>

\* Through legislation passed by the State of California and upheld by the Supreme Court of California, redevelopment agencies were dissolved as of January 31, 2012. The legislation established Successor Agencies to assist with the dissolution process. The Successor Agency to the Yucca Valley Redevelopment Agency is a private purpose trust fund and cannot be considered a component unit of the Town of Yucca Valley. It succeeded the Yucca Valley Redevelopment Agency (RDA) on February 1, 2012. Prior to the transition date, the activities of the RDA are blended with those of the Town in these financial statements. This change in entities is reflected in the variances from prior years in the fiscal year ended June 30, 2012.

Source: Town of Yucca Valley Finance Department.

*Town of Yucca Valley*

**Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)**

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>Revenues:</b>					
Taxes	\$ 8,798,513	\$ 9,143,350	\$ 9,643,830	\$ 13,921,784	\$ 15,100,374
Licenses and permits	46,239	46,448	45,918	48,526	55,782
Intergovernmental	5,431,559	4,366,035	2,761,319	5,279,531	3,260,417
Charges for services	514,831	565,634	614,666	689,966	651,369
Fines, fees and forfeitures	487,305	183,069	218,584	323,928	248,325
Investment earnings	27,473	50,767	88,537	226,730	472,300
Other	82,404	142,576	64,415	80,478	64,797
<b>Total revenues</b>	<b>15,388,324</b>	<b>14,497,879</b>	<b>13,437,269</b>	<b>20,570,943</b>	<b>19,853,364</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	1,597,543	2,195,345	1,609,571	1,938,449	2,334,859
Public safety	4,908,924	5,066,965	5,196,778	5,674,358	6,154,306
Parks and recreation	793,532	1,303,134	1,044,727	1,273,623	1,817,737
Public works	4,713,570	2,165,685	2,162,001	3,742,386	6,309,063
Community development	2,332,526	1,842,461	1,446,936	1,857,006	1,806,661
<b>Debt service:</b>					
Principal retirement	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Bond issuance costs	-	-	-	-	-
<b>Total expenditures</b>	<b>14,346,095</b>	<b>12,573,590</b>	<b>11,460,013</b>	<b>14,485,822</b>	<b>18,422,626</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>1,042,229</b>	<b>1,924,289</b>	<b>1,977,256</b>	<b>6,085,121</b>	<b>1,430,738</b>
<b>Other financing sources (uses):</b>					
Proceeds of loan	-	-	-	-	-
Transfers in	3,083,568	2,282,687	1,333,331	3,143,419	3,724,499
Transfers out	(3,097,568)	(2,290,387)	(1,341,262)	(2,639,464)	(3,724,499)
<b>Total other financing sources (uses)</b>	<b>(14,000)</b>	<b>(7,700)</b>	<b>(7,931)</b>	<b>503,955</b>	<b>-</b>
<b>Extraordinary/Special Item</b>					
Gain (loss) on dissolution of Redevelopment Agency	-	-	-	-	-
<b>Net change in fund balances</b>	<b>\$ 1,028,229</b>	<b>\$ 1,916,589</b>	<b>\$ 1,969,325</b>	<b>\$ 6,589,076</b>	<b>\$ 1,430,738</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.0%</b>

Source: Town of Yucca Valley Finance Department.

	Fiscal Year				
	2020	2021	2022	2023	2024
<b>Revenues:</b>					
Taxes	\$ 15,173,967	\$ 18,853,247	\$ 20,869,730	\$ 22,676,390	\$ 23,848,082
Licenses and permits	44,347	62,993	91,175	73,059	79,157
Intergovernmental	4,898,514	4,190,673	6,984,326	7,658,807	4,771,938
Charges for services	953,715	1,139,015	1,506,875	1,630,675	1,435,199
Fines, fees and forfeitures	215,764	575,803	929,946	394,384	388,723
Investment earnings	471,081	312,951	(384,764)	897,310	2,459,884
Other	300,144	103,448	43,033	143,991	148,457
<b>Total revenues</b>	<b>22,057,532</b>	<b>25,238,130</b>	<b>30,040,321</b>	<b>33,474,616</b>	<b>33,131,440</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	5,014,652	6,137,345	6,454,183	6,876,054	7,122,323
Public safety	6,364,455	6,479,823	6,891,513	6,898,956	8,243,553
Parks and recreation	4,860,704	1,335,723	2,944,760	2,281,651	2,502,351
Public works	4,475,047	6,583,326	4,271,681	8,934,515	7,300,732
Community development	2,180,208	1,778,393	2,008,200	2,344,521	2,400,873
<b>Debt service:</b>					
Principal retirement	-	-	865,000	425,000	865,000
Interest and fiscal charges	-	-	199	171,805	462,833
Bond issuance costs	-	-	204,134	-	-
<b>Total expenditures</b>	<b>22,895,066</b>	<b>22,314,610</b>	<b>23,639,670</b>	<b>27,932,502</b>	<b>28,897,665</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(837,534)</b>	<b>2,923,520</b>	<b>6,400,651</b>	<b>5,542,114</b>	<b>4,233,775</b>
<b>Other financing sources (uses):</b>					
Proceeds of loan	-	-	2,704,134	17,524,866	-
Transfers in	1,453,045	1,958,592	9,268,759	8,861,939	7,171,476
Transfers out	(1,453,045)	(1,958,592)	(9,268,759)	(8,861,939)	(7,171,476)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>2,704,134</b>	<b>17,524,866</b>	<b>-</b>
<b>Extraordinary/Special Item Gain (loss) on dissolution of Redevelopment Agency</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ (837,534)</b>	<b>\$ 2,923,520</b>	<b>\$ 9,104,785</b>	<b>\$ 23,066,980</b>	<b>\$ 4,233,775</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>0.0%</b>	<b>0.0%</b>	<b>4.2%</b>	<b>2.7%</b>	<b>5.0%</b>

*Town of Yucca Valley*

**Assessed Value and Estimated  
Actual Value of Taxable Property  
Last Ten Fiscal Years**

Fiscal year ended June 30,	Town						Total direct tax rate
	Secured	Unsecured	SBE Nonunitary	Less: exemptions	Taxable assessed value		
2015	\$ 1,163,382,478	\$ 30,332,137	\$ -	\$ 25,665,756	\$ 1,168,048,859	0.1655%	
2016	1,209,583,489	30,790,661	-	25,601,356	1,214,772,794	0.1655%	
2017	1,233,995,499	31,116,338	-	26,797,656	1,238,314,181	0.1655%	
2018	1,286,274,570	29,593,322	-	26,283,600	1,289,584,292	0.1655%	
2019	1,354,111,570	30,080,733	-	25,711,000	1,358,481,303	0.1655%	
2020	1,438,360,203	29,798,785	7,623	25,191,600	1,442,975,011	0.1976%	
2021	1,508,156,382	30,320,532	7,623	24,747,800	1,513,736,737	0.1960%	
2022	2,042,965,955	47,168,665	7,623	23,959,600	1,972,214,143	0.1940%	
2023	2,298,020,834	45,970,768	7,623	22,247,400	2,224,955,911	0.1940%	
2024	2,560,154,225	51,593,344	6,098	21,852,600	2,484,256,202	0.1940%	

Note 1:

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

Note 2:

Beginning in Fiscal Year 2012-13, the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during Fiscal Year 2012-13.

Note 3:

Beginning in Fiscal Year 2013-14, the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during Fiscal Year 2012-13.

Source: San Bernardino County Assessor's Office Combined Tax Rolls

*Town of Yucca Valley*

**Direct and Overlapping Property Tax Rates  
(Rate per \$100 of assessed value)  
Last Ten Fiscal Years**

---

	<b>Town General Fund Direct Rates</b>			
	<u>Town share of 1% levy</u>	<u>Debt rates</u>	<u>Total Town rate</u>	<u>Total direct rate</u>
2015	0.1653%	0.0000%	0.1653%	0.1655%
2016	0.1653%	0.0000%	0.1653%	0.1655%
2017	0.1653%	0.0000%	0.1653%	0.1655%
2018	0.1653%	0.0000%	0.1653%	0.1655%
2019	0.1653%	0.0000%	0.1653%	0.1655%
2020	0.1653%	0.0000%	0.1653%	0.1976%
2021	0.1653%	0.0000%	0.1653%	0.1960%
2022	0.1653%	0.0000%	0.1653%	0.1944%
2023	0.1653%	0.0000%	0.1653%	0.1917%
2024	0.1653%	0.0000%	0.1653%	0.1886%

Notes:

- 1) General fund tax rates are representative and based upon the direct and overlapping rates for the largest General Fund tax rate area (TRA) by net taxable value.
- 2) Total Direct Rate is the weighted average of all individual direct rates applied by the Town. The percentages presented in the columns above do not sum across rows. Beginning in Fiscal Year 2012-2013, the Total Direct Rate no longer includes revenues generated from the former redevelopment tax rate areas. Challenges to recognize enforceable obligations are assumed to have been resolved during Fiscal Year 2012-2013.
- 3) In 1978, California voters passed Prop 13 which set the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.
- 4) Includes Town and Agency share.

Source: HDL direct and overlapping tax rates.

*Town of Yucca Valley*

**Direct and Overlapping Property Tax Rates  
(Rate per \$100 of assessed value)  
Last Ten Fiscal Years (Continued)**

**Overlapping rates**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
<b>Town of Yucca Valley</b>	<b>0.16533</b>	<b>0.16533</b>	<b>0.16533</b>	<b>0.16533</b>	<b>0.16533</b>
Copper Mountain					
Community College	0.03990	0.03990	0.03990	0.03990	0.03990
County Free Library	0.01037	0.01037	0.01037	0.01037	0.01037
County General Fund	0.10710	0.10710	0.10710	0.10710	0.10710
County Superintendent	0.00729	0.00729	0.00729	0.00729	0.00729
ERAF	0.16220	0.16220	0.16220	0.16220	0.16220
Flood Control Admin	0.00065	0.00065	0.00065	0.00065	0.00065
Flood Control Zone 6	0.00845	0.00845	0.00845	0.00845	0.00845
Hi-Desert County Water	0.06930	0.06930	0.06930	0.06930	0.06930
Hi-Desert Hospital District	0.01345	0.01345	0.01345	0.01345	0.01345
Mojave Desert RCD	0.00009	0.00009	0.00009	0.00009	0.00009
Mojave Water Agency	0.00393	0.00393	0.00393	0.00393	0.00393
Morongo USD	0.19410	0.19410	0.19410	0.19410	0.19410
Yucca Valley Fire	<u>0.21780</u>	<u>0.21780</u>	<u>0.21780</u>	<u>0.21780</u>	<u>0.21780</u>
Total Prop 13 rate	<u>1.0000</u>	<u>1.0000</u>	<u>1.0000</u>	<u>1.0000</u>	<u>1.0000</u>
Morongo USD	0.05250	0.04660	0.05000	0.04970	0.03580
Copper Mountain					
Community College	0.02830	0.02020	0.02600	0.02420	0.02670
Mojave Water Agency	0.10500	0.10500	0.10500	0.10500	0.10500
Mojave Water Agency					
Land only	0.11250	0.11250	0.11250	0.11250	0.11250
Mojave Water Agency	<u>0.05500</u>	<u>0.05500</u>	<u>0.05500</u>	<u>0.05500</u>	<u>0.05500</u>
Total voter approved rate	<u>0.35330</u>	<u>0.33930</u>	<u>0.34850</u>	<u>0.34850</u>	<u>0.34850</u>
Successor Agency	-	-	-	-	-
Total direct and overlapping rate	<u><u>1.35576</u></u>	<u><u>1.34176</u></u>	<u><u>1.34846</u></u>	<u><u>1.34636</u></u>	<u><u>1.33496</u></u>

Source: HDL graph on property tax break down and Cal-Muni statistics.

2020	2021	2022	2023	2024	Outstanding debt 6/30/24	Share of overlapping debt
<b>0.16533</b>	<b>0.16533</b>	<b>0.16533</b>	<b>0.16533</b>	<b>0.16533</b>	<b>\$ 19,804,000</b>	<b>\$ 18,939,000</b>
0.03990	0.03990	0.03990	0.03990	0.03990	11,238,077	4,260,018
0.01037	0.01037	0.01037	0.01037	0.01037	-	-
0.10710	0.10710	0.10710	0.10710	0.10710	150,504,000	1,047,257
0.00729	0.00729	0.00729	0.00729	0.00729	-	-
0.16220	0.16220	0.16220	0.16220	0.16220	-	-
0.00065	0.00065	0.00065	0.00065	0.00065	37,295,000	296,868
0.00845	0.00845	0.00845	0.00845	0.00845	-	-
0.06930	0.06930	0.06930	0.06930	0.06930	-	-
0.01345	0.01345	0.01345	0.01345	0.01345	-	-
0.00009	0.00009	0.00009	0.00009	0.00009	-	-
0.00393	0.00393	0.00393	0.00393	0.00393	-	-
0.19410	0.19410	0.19410	0.19410	0.19410	39,549,126	14,991,887
0.21780	0.21780	0.21780	0.21780	0.21780	-	-
<b>1.0000</b>	<b>1.0000</b>	<b>1.0000</b>	<b>1.0000</b>	<b>1.0000</b>	<b>258,390,203</b>	<b>39,535,030</b>
0.04360	0.04100	0.03910	0.03130	0.03310	-	-
0.02430	0.02350	0.02180	0.01930	0.01860	-	-
0.10500	0.105	0.105	0.105	0.105	-	-
0.11250	0.11250	0.11250	0.00750	0.00750	-	-
0.05500	0.05500	0.05500	0.05500	0.05500	-	-
0.34040	0.33700	0.33340	0.21810	0.21920	-	-
-	-	-	-	-	6,304,000	6,304,000
<b>1.32540</b>	<b>1.23200</b>	<b>1.22840</b>	<b>1.21800</b>	<b>1.21920</b>	<b>\$ 264,694,203</b>	<b>\$ 45,839,030</b>

*Town of Yucca Valley*

**Principal Property Taxpayers  
Current Year**

---

	Taxpayer	Fiscal Year 2024	
		Taxable assessed value	Percent of total town taxable assessed value
1	Walmart Stores Inc	\$ 27,274,466	1.91%
2	Home Depot USA Inc	12,888,164	0.90%
3	Netreit Yucca Valley LLC	7,223,647	0.50%
4	Salsha Enterprises LLC	6,083,593	0.43%
5	Caritas Affordable Housing Inc	5,737,138	0.40%
6	Time Warner NY Cable LLC	5,657,607	0.40%
7	Thrifty Payless Inc.	5,131,556	0.36%
8	DePierro Development LLC	4,790,246	0.33%
9	G and L Yucca Vall LLC	4,752,740	0.33%
10	Bansi Palms Dollar Tree LLC	4,491,483	0.31%
	Totals	<u>\$ 84,030,640</u>	<u>5.87%</u>

Source: HDL Reports.

The Town has elected to present only one year on this schedule due to annual fluctuation in top taxpayers.

*Town of Yucca Valley*

**Property Tax Levies and Collections  
Last Ten Fiscal Years**

Fiscal year ended June 30,	Taxes levied for fiscal year	Collected within the fiscal year of levy		Collections in subsequent years	Total collections to date	
		Amount	% of Levy		Amount	% of Levy
2015	\$ 4,380,418	\$ 4,366,088	99.67%	\$ 14,330	\$ 4,380,418	100.00%
2016	4,601,051	4,507,251	97.96%	93,800	4,601,051	100.00%
2017	4,708,789	4,610,099	97.90%	98,690	4,708,789	100.00%
2018	4,848,778	4,884,374	100.73%	-	4,884,374	100.73%
2019	5,455,350	5,161,487	94.61%	293,863	5,455,350	100.00%
2020	5,801,735	5,491,570	94.65%	310,165	5,801,735	100.00%
2021	6,003,828	5,826,572	97.05%	177,256	6,003,828	100.00%
2022	6,304,019	6,239,189	98.97%	64,830	6,304,019	100.00%
2023	6,160,651	6,145,986	99.76%	14,665	6,160,651	100.00%
2024	6,785,223	7,540,000	111.12%	-	7,540,000	111.12%

Note:

The amounts presented include the Town as a whole (including the Redevelopment Agency increment).  
The schedule also includes amounts collected by the Town and passed through to other agencies.

Source: The Town of Yucca Valley and the San Bernardino County Teeter Plan Notification

- 1) Taxes levied - Teeter schedule from SBCO
- 2) Collected - statement of activities in ACFR- general revenue

*Town of Yucca Valley*

**Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

Fiscal year ended June 30	Leases	General obligation bonds	Loans	Total governmental activities	% of personal income	Debt per capita
2015	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2016	-	-	-	-	-	-
2017	-	-	-	-	-	-
2018	-	-	-	-	-	-
2019	-	-	-	-	-	-
2020	-	-	-	-	-	-
2021	-	-	-	-	-	-
2022	-	-	2,704,134	2,704,134	0.45%	98
2023	53,258	-	19,804,000	19,804,000	3.0%	646
2024	32,064	-	18,939,000	18,939,000	2.7%	582

Note: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

\* Through legislation passed by the State of California and upheld by the Supreme Court of California, redevelopment agencies were dissolved as of January 31, 2012. The legislation established Successor Agencies to assist with the dissolution process. The Successor Agency to the Yucca Valley Redevelopment Agency is a private purpose trust fund and cannot be considered a component unit of the Town of Yucca Valley. It succeeded the Yucca Valley Redevelopment Agency (RDA) on February 1, 2012. Prior to the transition date, the activities of the RDA are blended with those of the Town in these financial statements. This change in entities is reflected in the variances from prior years in the fiscal year ended June 30, 2012.

Source: Town of Yucca Valley Finance Department.

*Town of Yucca Valley*

**Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years**

Fiscal year ended June 30,	Outstanding general bonded debt				% of personal income	Per capita
	Tax allocation bonds	General obligation bonds	Loans	Total		
2015	\$ -	\$ -	\$ -	\$ -	0.00%	\$ -
2016	-	-	-	-	0.00%	-
2017	-	-	-	-	0.00%	-
2018	-	-	-	-	0.00%	-
2019	-	-	-	-	0.00%	-
2020	-	-	-	-	0.00%	-
2021	-	-	-	-	0.00%	-
2022	-	-	-	-	0.00%	-
2023	-	-	-	-	0.00%	-
2024	-	-	-	-	0.00%	-

General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds (of which the Town has none).

\* Through legislation passed by the State of California and upheld by the Supreme Court of California, redevelopment agencies were dissolved as of January 31, 2012. The legislation established Successor Agencies to assist with the dissolution process. The Successor Agency to the Yucca Valley Redevelopment Agency is a private purpose trust fund and cannot be considered a component unit of the Town of Yucca Valley. It succeeded the Yucca Valley Redevelopment Agency (RDA) on February 1, 2012. Prior to the transition date, the activities of the RDA are blended with those of the Town in these financial statements. This change in entities is reflected in the variances from prior years in the fiscal year ended June 30, 2012.

Source: Town of Yucca Valley Finance Department.

# Town of Yucca Valley

## Legal Debt Margin Information Last Ten Fiscal Years

---

	Fiscal year				
	2015	2016	2017	2018	2019
Assessed valuation	\$ 1,431,184,369	\$ 1,502,995,101	\$ 1,483,401,141	\$ 1,548,452,864	\$ 1,652,176,125
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	357,796,092	375,748,775	370,850,285	387,113,216	413,044,031
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	53,669,414	56,362,316	55,627,543	58,066,982	61,956,605
Total net debt applicable to limit: general obligation bonds	-	-	-	-	-
Legal debt margin	<u>\$ 53,669,414</u>	<u>\$ 56,362,316</u>	<u>\$ 55,627,543</u>	<u>\$ 58,066,982</u>	<u>\$ 61,956,605</u>
Total debt applicable to the limit as a percentage of debt limit	0.000%	0.000%	0.000%	0.000%	0.000%

---

Fiscal year				
2020	2021	2022	2023	2024
\$ 1,755,214,224	\$ 1,846,506,752	\$ 1,972,214,143	\$ 2,270,934,302	\$ 2,613,852,074
25%	25%	25%	25%	25%
438,803,556	461,626,688	493,053,536	567,733,576	653,463,019
15%	15%	15%	15%	15%
65,820,533	69,244,003	73,958,030	85,160,036	98,019,453
-	-	-	-	-
<u>\$ 65,820,533</u>	<u>\$ 69,244,003</u>	<u>\$ 73,958,030</u>	<u>\$ 85,160,036</u>	<u>\$ 98,019,453</u>
0.000%	0.000%	3.656%	23.255%	22.239%

Source: Town of Yucca Valley Finance Department.  
County of San Bernardino

*Town of Yucca Valley*

**Pledged-Revenue Coverage  
Last Ten Fiscal Years**

---

Fiscal year ended June 30,	Tax allocation bonds				Coverage
	Tax increment	Debt service			
		Principal	Interest		
2015	\$ -	\$ -	\$ -	0.00%	
2016	-	-	-	0.00%	
2017	-	-	-	0.00%	
2018	-	-	-	0.00%	
2019	-	-	-	0.00%	
2020	-	-	-	0.00%	
2021	-	-	-	0.00%	
2022	-	-	-	0.00%	
2023	-	-	-	0.00%	
2024	-	-	-	0.00%	

\* Through legislation passed by the State of California and upheld by the Supreme Court of California, redevelopment agencies were dissolved as of January 31, 2012. The legislation established Successor Agencies to assist with the dissolution process. The Successor Agency to the Yucca Valley Redevelopment Agency is a private purpose trust fund and cannot be considered a component unit of the Town of Yucca Valley. It succeeded the Yucca Valley Redevelopment Agency (RDA) on February 1, 2012. Prior to the transition date, the activities of the RDA are blended with those of the Town in these financial statements. This change in entities is reflected in the variances from prior years in the fiscal year ended June 30, 2012.

Source: Town of Yucca Valley Finance Department.

*Town of Yucca Valley*

**Demographic and Economic Statistics  
Last Ten Calendar Years**

---

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Aggregate Personal Income (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
2015	21,030	\$ 419,801,000	19,962	6.50%
2016	21,281	435,225,000	20,451	8.10%
2017	21,519	450,557,000	20,937	7.20%
2018	21,834	470,452,000	21,547	6.00%
2019	22,050	514,853,000	23,349	5.50%
2020	22,236	564,104,000	25,368	5.30%
2021	22,330	583,327,000	26,123	14.30%
2022	21,813	603,892,000	27,684	11.10%
2023	21,635	662,883,000	30,639	5.70%
2024	21,594	702,597,000	32,536	6.40%

Data has been adjusted by calendar year to reflect change from fiscal to calendar year basis.

Sources:

- 1) State Department of Finance
- 2) US Census Bureau
- 3) California Employment Development Department

# Town of Yucca Valley

## Principal Employers Last Ten Fiscal Years

Employer	Number of Employees										Current year % of total employment
	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	
Morongo Unified School District	436	421	317	382	325	377	377	328	376	307	3%
Walmart	360	340	272	272	272	272	272	272	267	84	1%
Home Depot	136	135	160	150	150	150	150	150	101	114	1%
Stater Bros.	195	151	157	205	135	205	135	70	70	70	1%
CA Dept of Forestry & Fire Protection	104	104	104	104	104	104	104	104	104	23	0%
San Bernardino County School District	103	103	103	103	103	103	103	149	162	150	2%
Von's	75	75	75	75	75	75	75	91	126	132	1%
San Bernardino County	70	70	70	70	70	70	70	70	70	70	1%
Joshua Springs Calvary Chapel										74	1%
Eisenhower Medical Care Center										83	1%

Source: Buzzfile.com; DATAUSA.com

Total employees – Yucca Valley (2024)

Note: There is limited employer data available for the Town of Yucca Valley

*Town of Yucca Valley*

**Employment Trends and Other Miscellaneous Information  
Last Ten Fiscal Years**

---

**Employment Trends – Number of Full-Time Equivalent Employees**

Function	2015	2016	2017	2018	2019
General government	8	7	7	7	7
Public works	7.5	10.5	10.5	11.5	12
Community development	7	6	6	5	7
Community service	12	11	11	11	11
Total	34.5	34.5	34.5	34.5	37

Function	2020	2021	2022	2023	2024
General government	8	8	8	9	10
Public works	10	10	10	11	14
Community development	6	6	6	7	10
Community service	13	13	19	15	17
Total	37	37	43	42	51

**Date Incorporated** November 27, 1991  
**Type of Municipality** General Law  
**Form of Government** Council – Town Manager  
**Area** 39 Square Miles

Source: Town of Yucca Valley

*Town of Yucca Valley*

**Operating Indicators by Function  
Last Ten Fiscal Years**

**Operating indicators**

Function	2015	2016	2017	2018	2019
Animal Control:					
Service calls/shelter visitors	17,297	18,697	16,531	17,440	15,324
Animal licenses issued	979	1,048	919	842	899
Community Development:					
Building permits issued	632	707	787	897	804
Plan checks	257	270	306	333	354
Public Works:					
Newly paved streets	-	0.61	-	-	22.05*
Street resurfacing (miles)	11.00	22.50	17.71	-	14.40
Parks and Recreation:					
Number of recreation classes	948	1,039	1,044	1,042	936
Number of facility rentals	965	983	868	1,182	981
Function	2020	2021	2022	2023	2024
Animal Control:					
Service calls/shelter visitors	13,482	11,563	12,145	11,916	10,943
Animal licenses issued	632	635	579	515	468
Community Development:					
Building permits issued	2,219	2,266	2,621	1,694	1,103
Plan checks	1,262	197	888	799	478
Public Works:					
Newly paved streets	12.0*	0.56	-	-	-
Street resurfacing (miles)	13.40	17.21	17.21	17.21	17.21
Parks and Recreation:					
Number of recreation classes	637	178	388	510	792
Number of facility rentals	809	270	2,879	3,189	3,581

\* Newly paved streets included contributed streets from the Hi Desert Water District

Source: Town of Yucca Valley

*Town of Yucca Valley*

**Capital Asset Statistics by Function  
Last Ten Fiscal Years**

---

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Public Works:					
Streets (miles)	169.3	169.3	169.3	149.3	149.3
Traffic signals	2.0	2.0	2.0	2.0	2.0
Parks and Recreation:					
Parks	9	9	10	10	10
Community centers	1	1	1	1	1
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Public Works:					
Streets (miles)	149.3	149.3	149.3	149.3	149.3
Traffic signals	2.0	2.0	2.0	2.0	2.0
Parks and Recreation:					
Parks	10	10	10	10	10
Community centers	1	1	1	1	1

Source: Town of Yucca Valley

