

CITY OF GREENFIELD

AUDITED FINANCIAL STATEMENTS

JUNE 30, 2023



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INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Greenfield
Greenfield, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Greenfield (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical 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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if 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 generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (Unaudited) on pages 4 through 12 and required supplementary information on pages 64 through 77 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 4, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

Harshmal & Company LLP

San Diego, California
March 4, 2025

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

INTRODUCTION

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 34, management of the City of Greenfield (the "City") provides the following narrative overview and analysis of the City's financial activities for the fiscal year ended June 30, 2023. We encourage readers to review this discussion and analysis in conjunction with the City's basic financial statements and the accompanying notes to the financial statements, which are available at the City Hall and on the City's website (www.ci.greenfeild.ca.us).

FINANCIAL HIGHLIGHTS

Key financial highlights for FY 2023 are as follows:

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at fiscal year-end June 30, 2023, by \$74,928,173. This represents an increase of \$256,307 or 0.34% from the prior fiscal year.
- As of June 30, 2023, the City's governmental funds reported combined ending fund balances of \$34,730,885. This represents an increase of \$4,206,006 or 14% from the prior fiscal year.
- As of June 30, 2023, the unassigned fund balance for the General Fund was \$12,061,801 or 114% of total General Fund expenditures.
- The City employs Governmental Accounting Standards Board Statement No. 68, *"Accounting and Financial Reporting for Pensions"* (GASB 68), and Governmental Accounting Standards Board Statement No. 71, *"Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement 68"* (GASB 71). As a result, the City's net pension liability was \$6,813,861.
- The City adopted Governmental Accounting Standards Board Statement No. 72, *"Fair Value Measurement and Application"* (GASB 72). As of June 30, 2023, the City held investments with Level 1 inputs valued at \$8,270,537.

OVERVIEW OF FINANCIAL STATEMENTS

Management's discussion and analysis is intended to serve as an introduction to the City's basic financial statements, which include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The Government-wide Financial Statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. These statements present governmental activities and business-type activities separately and contain all assets of the City as well as all liabilities (including long-term debt). In addition, certain eliminations, as prescribed by GASB Statement No. 34, have occurred with regard to interfund activity, payables and receivables.

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

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

OVERVIEW OF FINANCIAL STATEMENTS (CONT'D)

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

The Government-wide Financial Statements characterize functions of the City that are principally supported by taxes and intergovernmental revenues as *governmental activities*, and other functions that are intended to recover all or a significant portion of their costs through user fees and charges as *business-type activities*. The governmental activities of the City include general government, public works, building and planning, parks and recreation, community development, public safety, and streets and roads. The business-type activities of the City include water and sewer utilities.

As required by accounting principles generally accepted in the United States of America, these financial statements present the financial activity of the City, which is the primary government. The City previously had a component unit (the Redevelopment Agency of the City of Greenfield) through January 31, 2012, for which the government was considered to be financially accountable. Effective February 1, 2012, Assembly Bill AB 1x26, as modified by the California Supreme Court, dissolved redevelopment agencies in California. All assets and liabilities were required to be transferred to the corresponding Successor Agency identified in each community. In Greenfield, the City became the Successor Agency and holds these assets and liabilities in Private Purpose Trust. See Note 16 on page 60 in the Notes to the Financial Statements, for further details on the Successor Agency. The City has no component units that require blended or discrete presentation in accordance with GASB Statement No. 14, as amended by GASB Statements No. 39 and No. 61.

Fund Financial Statement

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

Governmental Fund

Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-wide Financial Statements. However, unlike the Government-wide Financial Statements, Governmental Funds Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of Governmental Funds Financial Statements is narrower than that of Government-wide Financial Statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the Government-wide Financial Statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison of governmental funds to the governmental activities.

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

OVERVIEW OF FINANCIAL STATEMENTS (CONT'D)

The City maintains multiple individual governmental funds. GASB Statement No. 34 requires the City's major funds to be identified and presented separately in the Governmental Funds Financial Statements. Information for the General Fund is always considered to be a major fund and is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances. In addition to the General Fund, the Home Grant Fund, the Traffic Impact Fund, the General Facilities Impact Fund, the Housing Fund, the Supplemental Transaction and Use Tax Fund, the American Recovery Act Plan Fund, the Fire Fund, and the Capital Projects Fund are reported as major funds. Data from the other (nonmajor) governmental funds are combined into a single, aggregated presentation in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances. Individual fund data for each of these nonmajor governmental funds are provided in the form of combining financial statements in the Supplemental Information section of this report. The Supplemental Information section can be found on pages 78 through 91 of this report.

The City adopts an annual appropriations budget for all of its governmental funds. A budgetary comparison statement has been provided in the Required Supplemental Information section, for the General Fund and for seven major special revenue funds. Required Supplemental Information for these major funds can be found on pages 64 through 71 of this report.

Proprietary Funds

Proprietary Funds Financial Statements provide the same type of information as the business-type activities in the Government-wide Financial Statements, but in more detail. The City maintains two proprietary funds, the Water Fund, and the Sewer Fund. These are also known as Enterprise Funds. Each proprietary fund is considered major and is presented individually in the fund financial statements.

Fiduciary Funds

The City maintains two fiduciary funds, which are reported as Private Purpose Trust Funds, the Successor Agency Administrative Fund, and the Successor Agency Debt Service Fund. These funds are private-purpose trust funds of the City.

Notes to Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report includes certain Required Supplemental Information, such as budgetary comparison schedules for the General Fund and Major Special Revenue Funds. The Required Supplemental Information section also features schedules of net pension liabilities and contributions. Additionally, the report provides Supplemental Information, including the combining schedules for nonmajor governmental funds and fiduciary funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve as a useful indicator of a government's financial position over time. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$74,928,173 as of June 30, 2023.

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONT'D)

Table 1: Statement of Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>June 30, 2023</u>	<u>June 30, 2022 As restated</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 2023</u>	<u>June 30, 2022 As restated</u>
Assets:						
Current assets	\$ 41,796,248	\$ 40,040,233	\$ 3,808,635	\$ 4,935,093	\$ 45,604,883	\$ 44,975,326
Noncurrent assets	<u>30,520,101</u>	<u>31,998,371</u>	<u>17,042,997</u>	<u>16,945,032</u>	<u>47,563,098</u>	<u>48,943,403</u>
Total assets	<u>72,316,349</u>	<u>72,038,604</u>	<u>20,851,632</u>	<u>21,880,125</u>	<u>93,167,981</u>	<u>93,918,729</u>
Deferred outflows of resources	<u>3,826,459</u>	<u>2,012,065</u>	<u>74,696</u>	<u>38,513</u>	<u>3,901,155</u>	<u>2,050,578</u>
Liabilities:						
Current liabilities	4,280,058	3,875,572	1,179,149	884,062	5,459,207	4,759,634
Noncurrent liabilities	<u>9,450,946</u>	<u>6,770,603</u>	<u>4,567,123</u>	<u>4,820,933</u>	<u>14,018,069</u>	<u>11,591,536</u>
Total liabilities	<u>13,731,004</u>	<u>10,646,175</u>	<u>5,746,272</u>	<u>5,704,995</u>	<u>19,477,276</u>	<u>16,351,170</u>
Deferred inflows of resources	<u>2,658,012</u>	<u>4,884,163</u>	<u>5,675</u>	<u>62,108</u>	<u>2,663,687</u>	<u>4,946,271</u>
Net position:						
Net investment in capital assets	26,339,963	27,068,111	12,292,694	10,493,949	38,632,657	37,562,060
Restricted	25,481,323	35,457,313	-	-	25,481,323	35,457,313
Unrestricted	<u>7,932,506</u>	<u>(4,005,093)</u>	<u>2,881,687</u>	<u>5,657,586</u>	<u>10,814,193</u>	<u>1,652,493</u>
Total net position	<u>\$ 59,753,792</u>	<u>\$ 58,520,331</u>	<u>\$ 15,174,381</u>	<u>\$ 16,151,535</u>	<u>\$ 74,928,173</u>	<u>\$ 74,671,866</u>

The largest portion of the City's net position \$38,632,657 or 52%, reflects its investment in capital assets (e.g., land; infrastructure; buildings and improvements; property and equipment), less accumulation depreciation and amortization and less any related debt still outstanding that was used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets usually are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves usually are not used to liquidate these liabilities.

An additional \$25,481,323 or 34% of the City's net position represents resources subject to external restrictions on how they may be used. Consistent with the prior fiscal year, as of June 30, 2023, the City is able to report positive balances in both of these categories of net position, for both the government as a whole, as well as for its separate governmental and business-type activities.

During the fiscal year, the City's total net position increased by \$256,307 or 0.34% over the fiscal year 2022-2023. This net increase was comprised of an increase of \$1,233,461 relating to governmental activities, and a decrease of \$977,154 related to business-type activities. Information about these changes is summarized on the following page.

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONT'D)

Table 2: Changes in Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>June 30, 2023</u>	<u>June 30, 2022 As restated</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 2023</u>	<u>June 30, 2022 As restated</u>
REVENUES:						
Program revenues:						
Charges for services	\$ 8,234,842	\$ 11,793,730	\$ 3,865,682	\$ 3,914,947	\$ 12,100,524	\$ 15,708,677
Operating grants, and contributions	2,812,991	4,227,203	59,212	-	2,872,203	4,227,203
Capital grants, and contributions	1,382,811	898,507	-	-	1,382,811	898,507
General revenues:						
Property taxes	3,926,435	3,662,128	-	-	3,926,435	3,662,128
Other taxes	9,614,645	8,018,692	-	-	9,614,645	8,018,692
Other revenue	<u>521,616</u>	<u>56,847</u>	<u>57,697</u>	<u>(26,539)</u>	<u>579,313</u>	<u>30,308</u>
Total revenues	<u>26,493,340</u>	<u>28,657,107</u>	<u>3,982,591</u>	<u>3,888,408</u>	<u>30,475,931</u>	<u>32,545,515</u>
EXPENSES:						
General government	9,069,651	7,614,329	-	-	9,069,651	7,614,329
Public work	713,218	536,470	-	-	713,218	536,470
Building and planning	1,971,778	1,536,962	-	-	1,971,778	1,536,962
Park and recreation	1,242,382	1,888,021	-	-	1,242,382	1,888,021
Community development	416,801	176,498	-	-	416,801	176,498
Public safety	9,333,857	9,512,511	-	-	9,333,857	9,512,511
Streets and roads	1,637,984	2,513,613	-	-	1,637,984	2,513,613
Housing	766,488	948,741	-	-	766,488	948,741
Interest on long-term debt	146,691	62,108	-	-	146,691	62,108
Water	-	-	2,335,321	2,016,897	2,335,321	2,016,897
Sewer	-	-	2,585,453	2,169,667	2,585,453	2,169,667
Total expenses	<u>25,298,850</u>	<u>24,789,253</u>	<u>4,920,774</u>	<u>4,186,564</u>	<u>30,219,624</u>	<u>28,975,817</u>
Internal transfer	<u>38,971</u>	<u>-</u>	<u>(38,971)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>1,233,461</u>	<u>3,867,854</u>	<u>(977,154)</u>	<u>(298,156)</u>	<u>256,307</u>	<u>3,569,698</u>
Net position - beginning	<u>58,520,331</u>	<u>54,652,477</u>	<u>16,151,535</u>	<u>16,449,691</u>	<u>74,671,866</u>	<u>71,102,168</u>
Net position - ending	<u>\$ 59,753,792</u>	<u>\$ 58,520,331</u>	<u>\$ 15,174,381</u>	<u>\$ 16,151,535</u>	<u>\$ 74,928,173</u>	<u>\$ 74,671,866</u>

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City of Greenfield uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

FINANCIAL ANALYSIS OF THE CITY'S FUNDS (CONT'D)

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financial requirements. As of June 30, 2023, the City's governmental funds reported combined ending fund balances of \$34,730,885, an increase of \$4,206,006 or 14% in comparison to the prior fiscal year. Unassigned fund balances amounted to \$4,989,147 at June 30, 2023. The remainder of the fund balance is not available for new spending because it has already been restricted or is non-spendable.

General Fund – The General Fund is the chief operating fund of the City. At June 30, 2023, the fund balance of the General Fund was \$13,982,874, of which \$1,921,073 is non-spendable. As a measure of the General Fund's liquidity, it can be useful to compare the unassigned fund balance to total fund expenditures. As of June 30, the unassigned fund balance was 114% of total General Fund expenditures. The fund balance of the City's General Fund increased by \$5,330,259 or 62% during the 2022-2023 fiscal year. Changes in fund balances for other major funds are summarized below:

Home Grant Fund – This special revenue fund accounts for Home Grant loans to eligible citizens for housing rehabilitation and down payment assistance. The balance increased by \$29,230 or 16%.

Traffic Impact Fund – This special revenue fund accounts for Traffic Mitigation Development Impact Fees that are paid by developers to mitigate the traffic impacts of those developments. The balance increased by \$177,511 or 4%.

General Facilities Impact Fund – This special revenue fund accounts for General Facilities Development Impact Fees that are paid by developers to mitigate the impact of those developments to general government facilities. The balance increased by \$10,717 or 1%.

Housing Fund - This special revenue fund accounts for the administration of low and moderate-income housing loan repayments from former property tax housing increments, and for related expenditures. The balance increased by \$38,151 or 3%.

Supplemental Transactions & Use Tax Fund - On November 3, 2015, a majority of Greenfield voters approved the indefinite extension of the 1.0% Transactions and Use Tax that had been due to sunset on September 30, 2017 (formerly known as "Measure X"), designated as "Measure V." In addition, a majority of Greenfield voters approved at that same election an additional 0.75% Transactions and Use Tax for a period of 5 years, designated as "Measure W". This special revenue fund is used to specifically account for those revenues received from these Transactions and Use Taxes, as well as the related expenditures of these moneys. The balance decreased by \$61,612 or 5%.

Fire Fund - On July 01, 2018, the City assumed control of fire protection, and created a separate fund. This fund accounts for public safety activity in terms of fire administration, prevention, and suppression. This separate fund is specifically intended to make it easier for management to analyze the activity occurring in our new Fire Department. Acquiring a County District and establishing a City Department is a complex endeavor and City staff wanted to make sure that the costs and efforts were well documented and clear to the financial statement reader. The Fire fund (Fund 102) is still a component of the General Fund. At some point in the future, when Fire revenues and expenditures normalize, this fund will be rolled into the General Fund (Fund 100). The balance decreased by \$549,233 or 22%.

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

FINANCIAL ANALYSIS OF THE CITY'S FUNDS (Cont'd)

American Recovery Plan Act Fund - On March 11, 2021, the American Rescue Plan Act (ARPA) was signed into law to provide financial relief in response to the COVID-19 pandemic. This fund accounts for grants received from the American Rescue Plan Act funding. The balance increased by \$21,646 or 1%.

Capital Projects Fund – This fund accounts for capital projects that are of a general nature, and that are not funded by grants or enterprise revenues. The balance at June 30 decreased by \$219,470 or 13%.

Proprietary Funds – The City's two enterprise funds provide the same type of information found in the Government-wide Financial Statements, but in more detail. Highlights of the annual activity for these funds have been presented previously, in the discussion of business-type activities.

Debt Administration

At the end of the fiscal year, the City had total governmental activities long-term liabilities outstanding of \$10,993,014. This represents an increase of \$3,495,102 from the prior fiscal year balance. At the end of the fiscal year, the City also had total business-type activities long-term liabilities outstanding of \$4,901,384. In total, the City's long-term liabilities increased by \$3,254,587. Additional information on the City's long-term liabilities can be found in Note 7 on pages 48 through 51 of this report. The City's pension plan is discussed in Note 11 on pages 53 through 59. Following is a table summarizing the City's outstanding long-term liabilities:

Table 3: Schedule of Outstanding Long-Term Debt

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>
LONG-TERM LIABILITIES						
Notes payable	\$ -	\$ -	\$ 3,428,663	\$ 3,621,233	\$ 3,428,663	\$ 3,621,233
Loan payable	3,449,384	4,150,871	1,321,640	1,450,036	4,771,024	5,600,907
Net pension liability	6,662,780	2,706,977	151,081	70,630	6,813,861	2,777,607
Compensated absences	<u>880,850</u>	<u>640,064</u>	-	-	<u>880,850</u>	<u>640,064</u>
Total long-term liabilities	<u>\$ 10,993,014</u>	<u>\$ 7,497,912</u>	<u>\$ 4,901,384</u>	<u>\$ 5,141,899</u>	<u>\$ 15,894,398</u>	<u>\$ 12,639,811</u>

Cash Management

To obtain flexibility in cash management, the City employs a pooled cash system. Under the pooled cash concept, the City invests idle cash in certain eligible securities as constrained by law. Please see Note 3, on pages 40 through 44, for additional discussion of the City's cash and investments.

Capital Assets

The capital assets of the City are those assets that are used in the performance of the City's functions, including infrastructure assets. At June 30, 2023, the City's investment in capital assets for its governmental activities and business-type activities totaled \$26,339,963 and \$12,292,694 (net of accumulated depreciation), respectively. During the current fiscal year, the City's net decrease in capital assets was \$1,331,670. The table on the following page presents summary information on the City's capital assets.

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

FINANCIAL ANALYSIS OF THE CITY'S FUNDS (Cont'd)

Table 4: Schedule of Capital Assets

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2023</u>	<u>June 30, 2022</u>
		<u>As restated</u>		<u>As restated</u>		<u>As restated</u>
CAPITAL ASSETS						
Land	\$ 6,588,665	\$ 6,588,665	\$ 323,537	\$ 323,537	\$ 6,912,202	\$ 6,912,202
CIP	531,774	276,868	2,043,178	786,043	2,574,952	1,062,911
Buildings & improvements	31,550,392	31,482,871	6,620,570	6,620,570	38,170,962	38,103,441
Property & equipment	5,962,202	5,539,781	23,663,088	23,642,574	29,625,290	29,182,355
Infrastructure	<u>9,241,151</u>	<u>9,241,151</u>	-	-	<u>9,241,151</u>	<u>9,241,151</u>
Total capital assets	53,874,184	53,129,336	32,650,373	31,372,724	86,524,557	84,502,060
Less: accumulated depreciation	<u>(24,084,837)</u>	<u>(21,910,354)</u>	<u>(15,607,376)</u>	<u>(14,427,692)</u>	<u>(39,692,213)</u>	<u>(36,338,046)</u>
Net Capital Assets	<u>\$ 29,789,347</u>	<u>\$ 31,218,982</u>	<u>\$ 17,042,997</u>	<u>\$ 16,945,032</u>	<u>\$ 46,832,344</u>	<u>\$ 48,164,014</u>

General Fund Budgetary Highlights

As mentioned above, a detailed budgetary comparison schedule for the fiscal year ended June 30, 2023 is presented in the Required Supplementary Information section. The following summarizes the original and final budgets, compared with actual results for 2022-23.

Table 5: General Fund Budgetary Highlights

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
General fund				
Revenue	\$ 10,982,385	\$ 13,805,195	\$ 14,667,639	\$ 862,444
Expenditure	10,243,070	11,628,078	10,590,551	1,037,527
Other sources (uses)	(602,416)	(1,805,060)	1,253,171	3,058,231
Fund balance, beginning of the year	8,816,867	8,816,867	8,816,867	-
<i>Restatement</i>	-	-	(164,252)	(164,252)
Fund balance, end of the year	<u>\$ 8,953,766</u>	<u>\$ 9,188,924</u>	<u>\$ 13,982,874</u>	<u>\$ 4,793,950</u>

Revenues were \$862,444 above estimates. This more than favorable outcome was due primarily to the increase in sales taxes, and the cannabis tax collection efforts of the City staff. Actual expenditures were \$1,037,527 less than budgeted. This is a reflection of lower than expected spending, primarily in the categories of general government, public safety, and housing.

**CITY OF GREENFIELD
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2023**

Economic Factors and Budget - Looking Forward

The city of Greenfield expects slow organic growth in its economy through FY23-24 as new businesses take root and grow individually. The shake-out in the cannabis industry should subside as individual surviving businesses get stronger. We expect cannabis taxes to level off, as individual businesses work towards more efficient operations and eventual break-even financials. This should benefit the businesses and produce more stable, albeit slower growth in cannabis tax revenue.

Like the last 3 years, local property values are projected to show incremental increases in value, held back to a degree by the rapid increase in the federal funds rate. If the federal funds rate stabilizes, we expect more stability in both housing prices (maybe producing more sales and thus more property taxes) and sales tax, as consumers have a better chance to catch their breath and be more pragmatic about household spending.

Reimbursements from federal and state grants should bolster cash flow for the city. With the receipt of all the \$4.2M American Recovery Plan Act (ARPA) federal grant, the city has an opportunity to undertake some capital improvements that might otherwise have to wait. The time constraints placed on these funds ensures that the monies are committed before 12/31/2024. The City has been very active in allocating these revenues for much needed capital expenditures that will be detailed in the FY23-24 budget.

The recent large property annexations to the City have been slow to develop through FY22-23, most likely because of the interest rate hikes, but we continue to be optimistic about development as interest rates moderate and eventually move downward.

The FY23-24 budget will again be a collaborative effort among all department heads and will move on-line, with the intent (within a year or so) of allowing a greater measure of transparency not only financial results, but also with our budget process and documentation. This budget is expected to be an effective plan to continue to promote the goals of the City Council and will likely continue the gradual expansion of the City's core services.

Contacting the City's Financial Management Team

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the financial position of the City of Greenfield and to show the City's accountability for the money it receives. Questions concerning any of the information provided in this report, or requests for additional financial information, should be addressed to the City of Greenfield, Finance Department, P.O. Box 127, 599 El Camino Real, Greenfield, California 93927.

BASIC FINANCIAL STATEMENTS

GOVERNMENT - WIDE FINANCIAL STATEMENTS

CITY OF GREENFIELD
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current assets			
Cash and investment	\$ 22,524,233	\$ 5,389,359	\$ 27,913,592
Accounts receivable	5,851,701	537,301	6,389,002
Interest receivable	683	97,349	98,032
Notes receivable	10,135,709	-	10,135,709
Leases receivable	48,635	-	48,635
Prepaid expenses	45,961	14,952	60,913
Inventory- land held for resale	959,000	-	959,000
Internal balances	<u>2,230,326</u>	<u>(2,230,326)</u>	<u>-</u>
Total current assets	<u>41,796,248</u>	<u>3,808,635</u>	<u>45,604,883</u>
Noncurrent assets			
Leases receivable, net of current portion	730,754	-	730,754
Capital assets, net	<u>29,789,347</u>	<u>17,042,997</u>	<u>46,832,344</u>
Total noncurrent assets	<u>30,520,101</u>	<u>17,042,997</u>	<u>47,563,098</u>
Total assets	<u>72,316,349</u>	<u>20,851,632</u>	<u>93,167,981</u>
DEFERRED OUTFLOWS OF RESOURCES			
Loss on debt refunding	7,531	-	7,531
Related to pension	<u>3,818,928</u>	<u>74,696</u>	<u>3,893,624</u>
Total deferred outflows of resources	<u>\$ 3,826,459</u>	<u>\$ 74,696</u>	<u>\$ 3,901,155</u>

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

CITY OF GREENFIELD
STATEMENT OF NET POSITION
JUNE 30, 2023

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
LIABILITIES			
Current liabilities			
Accounts payable	\$ 934,433	\$ 517,556	\$ 1,451,989
Accrued payroll	508,207	42,437	550,644
Accrued interest payable	-	45,001	45,001
Deposits	404,592	239,894	644,486
Due to successor agency	890,758	-	890,758
Compensated absences	880,850	-	880,850
Loan payable	<u>661,218</u>	<u>334,261</u>	<u>995,479</u>
Total current liabilities	<u>4,280,058</u>	<u>1,179,149</u>	<u>5,459,207</u>
Noncurrent liabilities			
Loan payable, net of current portion	2,788,166	4,416,042	7,204,208
Net pension liability	<u>6,662,780</u>	<u>151,081</u>	<u>6,813,861</u>
Total noncurrent liabilities	<u>9,450,946</u>	<u>4,567,123</u>	<u>14,018,069</u>
Total liabilities	<u>13,731,004</u>	<u>5,746,272</u>	<u>19,477,276</u>
DEFERRED INFLOW OF RESOURCES			
Related to grants	1,681,951	-	1,681,951
Related to lease	748,272	-	748,272
Related to pension	<u>227,789</u>	<u>5,675</u>	<u>233,464</u>
Total deferred inflows of resources	<u>2,658,012</u>	<u>5,675</u>	<u>2,663,687</u>
NET POSITION			
Net investment in capital assets	26,339,963	12,292,694	38,632,657
Restricted for:			
Housing	514,970	-	514,970
Community development	1,071,582	-	1,071,582
Public safety	5,946,524	-	5,946,524
Streets and roads	4,950,457	-	4,950,457
Building and planning	4,813,264	-	4,813,264
Public work	6,930,019	-	6,930,019
Parks and recreation	1,254,507	-	1,254,507
Unrestricted	<u>7,932,506</u>	<u>2,881,687</u>	<u>10,814,193</u>
Total net position	<u>59,753,792</u>	<u>15,174,381</u>	<u>74,928,173</u>
Total liabilities, deferred inflow of resources, and net position	<u>\$ 76,142,808</u>	<u>\$ 20,926,328</u>	<u>\$ 97,069,136</u>

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

**CITY OF GREENFIELD
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023**

Functions/Programs	Expenses	Program Revenues			Net (Expenses)/Revenues, and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Contributions and Grants	Governmental Activities	Business- Type Activities	Total
Governmental activities:							
General government	\$ 9,069,651	\$ 3,228,670	\$ 691,779	\$ -	\$ (5,149,202)	\$ -	\$ (5,149,202)
Public work	713,218	4,106,125	-	882,074	4,274,981	-	4,274,981
Building and planning	1,971,778	618,655	-	-	(1,353,123)	-	(1,353,123)
Parks and recreation	1,242,382	88,779	408,529	-	(745,074)	-	(745,074)
Community development	416,801	-	679,627	170,000	432,826	-	432,826
Public safety	9,333,857	129,007	394,316	330,737	(8,479,797)	-	(8,479,797)
Streets and roads	1,637,984	-	-	-	(1,637,984)	-	(1,637,984)
Housing	766,488	63,606	638,740	-	(64,142)	-	(64,142)
Interest on long-term debt	146,691	-	-	-	(146,691)	-	(146,691)
Total governmental activities	<u>\$ 25,298,850</u>	<u>\$ 8,234,842</u>	<u>\$ 2,812,991</u>	<u>\$ 1,382,811</u>	<u>\$ (12,868,206)</u>	<u>\$ -</u>	<u>\$ (12,868,206)</u>
Business-type activities:							
Water	\$ 2,335,321	\$ 2,219,673	\$ 59,212	\$ -	\$ -	\$ (56,436)	\$ (56,436)
Sewer	2,585,453	1,646,009	-	-	-	(939,444)	(939,444)
Total business-type activities	<u>4,920,774</u>	<u>3,865,682</u>	<u>59,212</u>	<u>-</u>	<u>-</u>	<u>(995,880)</u>	<u>(995,880)</u>
Total primary government	<u>\$ 30,219,624</u>	<u>\$ 12,100,524</u>	<u>\$ 2,872,203</u>	<u>\$ 1,382,811</u>	<u>\$ (12,868,206)</u>	<u>\$ (995,880)</u>	<u>\$ (13,864,086)</u>
General revenues:							
Taxes							
Secured and unsecured property taxes					3,926,435	-	3,926,435
Sales and use tax					9,228,339	-	9,228,339
Transient lodging tax					111,019	-	111,019
Franchise tax					237,723	-	237,723
Business license tax					37,564	-	37,564
Investment income					272,915	57,697	330,612
Others					248,701	-	248,701
Total general revenues					<u>14,062,696</u>	<u>57,697</u>	<u>14,120,393</u>
Internal transfer					<u>38,971</u>	<u>(38,971)</u>	<u>-</u>
Change in net position					<u>1,233,461</u>	<u>(977,154)</u>	<u>256,307</u>
Net position - beginning of year					60,217,516	16,151,535	76,369,051
<i>Restatement</i>					<u>(1,697,185)</u>	<u>-</u>	<u>(1,697,185)</u>
Net position - beginning of year, <i>restated</i>					<u>58,520,331</u>	<u>16,151,535</u>	<u>74,671,866</u>
Net position - end of year					<u>\$ 59,753,792</u>	<u>\$ 15,174,381</u>	<u>\$ 74,928,173</u>

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

GOVERNMENTAL - FUND FINANCIAL STATEMENTS

CITY OF GREENFIELD
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>General Fund</u>	<u>Home Grant Fund</u>	<u>Traffic Impact Fund</u>	<u>General Facilities Impact Fund</u>	<u>Housing Fund</u>
ASSETS					
Cash and investment	\$ 795,902	\$ 208,700	\$ 1,073,973	\$ 115,473	\$ 248,521
Accounts receivable, net	4,469,502	-	-	-	-
Interest receivable	21	6	155	-	-
Notes receivable	-	6,484,915	-	-	3,602,194
Leases receivable	779,389	-	-	-	-
Prepaid expenditures	25,372	-	-	-	-
Due from other funds	8,069,682	-	3,739,136	-	57,743
Inventory-land held for resale	-	-	-	-	959,000
Advances receivable	<u>1,895,701</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>16,035,569</u>	<u>6,693,621</u>	<u>4,813,264</u>	<u>115,473</u>	<u>4,867,458</u>
LIABILITIES					
Accounts payable	615,267	-	-	-	-
Accrued payroll	237,072	-	-	-	-
Deposits	404,242	-	-	-	-
Due to other funds	47,842	-	-	-	-
Due to successor agency	-	-	-	-	-
Advances payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,895,701</u>	<u>-</u>
Total liabilities	<u>1,304,423</u>	<u>-</u>	<u>-</u>	<u>1,895,701</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Leases	748,272	-	-	-	-
Unavailable revenues	-	6,484,915	-	-	3,602,194
Unearned revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>748,272</u>	<u>6,484,915</u>	<u>-</u>	<u>-</u>	<u>3,602,194</u>
FUND BALANCES					
Nonspendable					
Prepaid expenditure	25,372	-	-	-	-
Advances receivable	1,895,701	-	-	-	-
Inventory	-	-	-	-	959,000
Restricted					
Public safety	-	-	-	-	-
Housing	-	208,706	-	-	306,264
Community development	-	-	-	-	-
Streets and roads	-	-	-	-	-
Building and planning	-	-	4,813,264	-	-
Public works	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Unassigned	<u>12,061,801</u>	<u>-</u>	<u>-</u>	<u>(1,780,228)</u>	<u>-</u>
Total fund balances	<u>13,982,874</u>	<u>208,706</u>	<u>4,813,264</u>	<u>(1,780,228)</u>	<u>1,265,264</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 16,035,569</u>	<u>\$ 6,693,621</u>	<u>\$ 4,813,264</u>	<u>\$ 115,473</u>	<u>\$ 4,867,458</u>

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

CITY OF GREENFIELD
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

	Supplemental Transactions & Use Tax Fund	Fire Fund	American Recovery Plan Act Fund	Capital Projects Fund	Other Nonmajor Governmental Fund
ASSETS					
Cash and investment	\$ 762,025	\$ -	\$ 2,464,005	\$ 1,670,092	\$ 15,185,542
Accounts receivable, net	570,058	346,397	-	-	465,744
Interest receivable	75	-	-	128	298
Notes receivable	-	-	-	-	48,600
Leases receivable	-	-	-	-	-
Prepaid expenditures	-	-	-	-	527
Due from other funds	-	-	1,300,279	-	-
Inventory-land held for resale	-	-	-	-	-
Advances receivable	-	-	-	-	1,379,815
Total assets	<u>1,332,158</u>	<u>346,397</u>	<u>3,764,284</u>	<u>1,670,220</u>	<u>17,080,526</u>
LIABILITIES					
Accounts payable	1,093	23,511	-	136,924	104,750
Accrued payroll	146,345	77,591	-	-	29,103
Deposits	-	350	-	-	-
Due to other funds	-	3,319,346	-	-	1,492,258
Due to successor agency	-	-	-	-	890,758
Advances payable	-	-	-	-	-
Total liabilities	<u>147,438</u>	<u>3,420,798</u>	<u>-</u>	<u>136,924</u>	<u>2,516,869</u>
DEFERRED INFLOWS OF RESOURCES					
Leases	-	-	-	-	-
Unavailable revenues	-	-	-	-	48,600
Unearned revenues	-	-	1,656,585	-	25,366
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>1,656,585</u>	<u>-</u>	<u>73,966</u>
FUND BALANCES					
Nonspendable					
Prepaid expenditure	-	-	-	-	527
Advances receivable	-	-	-	-	1,379,815
Inventory	-	-	-	-	-
Restricted					
Public safety	1,184,720	-	-	-	4,761,804
Housing	-	-	-	-	-
Community development	-	-	-	-	1,071,582
Streets and roads	-	-	-	-	4,950,457
Building and planning	-	-	-	-	-
Public works	-	-	2,107,699	1,533,296	3,289,024
Parks and recreation	-	-	-	-	1,254,507
Unassigned	-	(3,074,401)	-	-	(2,218,025)
Total fund balances	<u>1,184,720</u>	<u>(3,074,401)</u>	<u>2,107,699</u>	<u>1,533,296</u>	<u>14,489,691</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,332,158</u>	<u>\$ 346,397</u>	<u>\$ 3,764,284</u>	<u>\$ 1,670,220</u>	<u>\$ 17,080,526</u>

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

CITY OF GREENFIELD
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2023

	Total Governmental Funds
ASSETS	
Cash and investment	\$ 22,524,233
Accounts receivable, net	5,851,701
Interest receivable	683
Notes receivable	10,135,709
Leases receivable	779,389
Prepaid expenditures	25,899
Due from other funds	13,166,840
Inventory-land held for resale	959,000
Advances receivable	<u>3,275,516</u>
Total assets	<u>56,718,970</u>
LIABILITIES	
Accounts payable	881,545
Accrued payroll	490,111
Deposits	404,592
Due to other funds	4,859,446
Due to successor agency	890,758
Advances payable	<u>1,895,701</u>
Total liabilities	<u>9,422,153</u>
DEFERRED INFLOWS OF RESOURCES	
Leases	748,272
Unavailable revenues	10,135,709
Unearned revenues	<u>1,681,951</u>
Total deferred inflows of resources	<u>12,565,932</u>
FUND BALANCES	
Nonspendable	
Prepaid expenditure	25,899
Advances receivable	3,275,516
Inventory	959,000
Restricted	
Public safety	5,946,524
Housing	514,970
Community development	1,071,582
Streets and roads	4,950,457
Building and planning	4,813,264
Public works	6,930,019
Parks and recreation	1,254,507
Unassigned	<u>4,989,147</u>
Total fund balances	<u>34,730,885</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 56,718,970</u></u>

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

CITY OF GREENFIELD
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total fund balances - governmental funds		\$ 34,730,885
Amounts reported for governmental activities in the Statement of Net Position are different because:		
In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation:		
Capital assets at historical cost	53,874,184	
Less: accumulated depreciation	<u>(24,084,837)</u>	29,789,347
The amount of unavailable revenues that were deferred in governmental funds, but are recognized in the government-wide statements.		10,135,709
In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.		3,591,139
In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities are reported. Long-term liabilities relating to governmental activities consist of:		
Loan payable	(3,449,384)	
Net pension liability	(6,662,780)	
Compensated absence payable	<u>(880,850)</u>	(10,993,014)
In governmental funds, loss on refunding is recognized as an expenditure in the period incurred. In the government-wide statements, loss on refunding is amortized over the life of the debt.		7,531
Internal Service Funds are used by management to charge the costs of risk management, vehicle and equipment replacement, informational technology, human resources, and health insurance to individual funds. The assets and liabilities of the Internal Service Fund are included in the governmental activities in the Statement of Net Position. (Not including the capital assets reported above.)		<u>(7,507,805)</u>
Total net position- governmental activities		<u>\$ 59,753,792</u>

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

CITY OF GREENFIELD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>General Fund</u>	<u>Home Grant Fund</u>	<u>Traffic Impact Fund</u>	<u>General Facilities Impact Fund</u>
REVENUES				
Taxes and assessments	\$ 8,884,668	\$ -	\$ -	\$ -
Licenses and permits	340,218	-	-	-
Fines and penalties	6,010	-	-	-
Use of money and property	81,035	1,530	34,869	847
Intergovernmental revenue	1,083,156	-	-	-
Charges of services	4,149,052	27,700	142,642	9,870
Other revenue	<u>123,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>14,667,639</u>	<u>29,230</u>	<u>177,511</u>	<u>10,717</u>
EXPENDITURES				
Current:				
General government	4,101,596	-	-	-
Public work	253,996	-	-	-
Building and planning	1,227,806	-	-	-
Parks and recreation	526,742	-	-	-
Community development	-	-	-	-
Public safety	3,357,569	-	-	-
Streets and roads	356,354	-	-	-
Housing	766,488	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>10,590,551</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>4,077,088</u>	<u>29,230</u>	<u>177,511</u>	<u>10,717</u>
OTHER FINANCING SOURCES				
Transfer in	1,753,171	-	-	-
Transfer out	<u>(500,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net financing sources (uses)	<u>1,253,171</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	5,330,259	29,230	177,511	10,717
Fund balances - beginning of year	<u>8,816,867</u>	<u>179,476</u>	<u>4,635,753</u>	<u>(1,790,945)</u>
<i>Restatement</i>	(164,252)	-	-	-
Fund balances - end of year	<u>\$ 13,982,874</u>	<u>\$ 208,706</u>	<u>\$ 4,813,264</u>	<u>\$ (1,780,228)</u>

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

CITY OF GREENFIELD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Housing Fund</u>	<u>Supplemental Transactions & Use Tax Fund</u>	<u>Fire Fund</u>	<u>American Recovery Plan Act Fund</u>
REVENUES				
Taxes and assessments	\$ -	\$ 3,400,268	\$ 1,256,142	\$ -
Licenses and permits	-	-	-	-
Fines and penalties	-	-	-	-
Use of money and property	2,245	5,586	-	21,646
Intergovernmental revenue	-	-	-	438,515
Charges of services	35,906	-	7,940	-
Other revenue	-	-	112,461	-
Total revenues	<u>38,151</u>	<u>3,405,854</u>	<u>1,376,543</u>	<u>460,161</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public work	-	-	-	-
Building and planning	-	-	-	-
Parks and recreation	-	507,610	-	-
Community development	-	246,955	-	-
Public safety	-	2,712,901	2,425,776	-
Streets and roads	-	-	-	-
Housing	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>-</u>	<u>3,467,466</u>	<u>2,425,776</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>38,151</u>	<u>(61,612)</u>	<u>(1,049,233)</u>	<u>460,161</u>
OTHER FINANCING SOURCES				
Transfer in	-	-	500,000	-
Transfer out	-	-	-	(438,515)
Net financing sources (uses)	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>(438,515)</u>
Net change in fund balances	38,151	(61,612)	(549,233)	21,646
Fund balances - beginning of year	<u>1,227,113</u>	<u>1,246,332</u>	<u>(2,525,168)</u>	<u>2,086,053</u>
<i>Restatement</i>	-	-	-	-
Fund balances - end of year	<u>\$ 1,265,264</u>	<u>\$ 1,184,720</u>	<u>\$ (3,074,401)</u>	<u>\$ 2,107,699</u>

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

CITY OF GREENFIELD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES			
Taxes and assessments	\$ -	\$ 672,141	\$ 14,213,219
Licenses and permits	-	-	340,218
Fines and penalties	-	-	6,010
Use of money and property	10,620	114,538	272,916
Intergovernmental revenue	-	2,896,223	4,417,894
Charges of services	-	121,318	4,494,428
Other revenue	-	-	235,961
Total revenues	<u>10,620</u>	<u>3,804,220</u>	<u>23,980,646</u>
EXPENDITURES			
Current:			
General government	-	-	4,101,596
Public work	-	429,926	683,922
Building and planning	-	743,972	1,971,778
Parks and recreation	-	-	1,034,352
Community development	-	169,846	416,801
Public safety	-	317,190	8,813,436
Streets and roads	-	144,248	500,602
Housing	-	-	766,488
Capital outlay	451,457	-	451,457
Debt service:			
Principal	-	701,487	701,487
Interest	-	146,691	146,691
Total expenditures	<u>451,457</u>	<u>2,653,360</u>	<u>19,588,610</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(440,837)</u>	<u>1,150,860</u>	<u>4,392,036</u>
OTHER FINANCING SOURCES			
Transfer in	221,367	287,486	2,762,024
Transfer out	-	(2,009,539)	(2,948,054)
Net financing sources (uses)	<u>221,367</u>	<u>(1,722,053)</u>	<u>(186,030)</u>
Net change in fund balances	(219,470)	(571,193)	4,206,006
Fund balances - beginning of year	<u>1,752,766</u>	<u>15,060,884</u>	<u>30,689,131</u>
<i>Restatement</i>	-	-	(164,252)
Fund balances - end of year	<u>\$ 1,533,296</u>	<u>\$ 14,489,691</u>	<u>\$ 34,730,885</u>

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

CITY OF GREENFIELD
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

Total net changes in fund balances - governmental funds	\$ 4,206,006
Amounts reported for governmental activities in the Statement of Activities are different because:	
In governmental funds, capital outlays are reported as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense.	(1,852,056)
In governmental funds, the issuance or proceeds of long-term notes receivable provides current financial resources and therefore, are recognized as expenditures or revenues, respectively. In the government-wide statements, issuance or proceeds are reported as increases or reductions in assets, respectively. This amount is the net change in long-term notes receivable:	268,624
In governmental funds, pension costs are recognized when employer contributions are made. In the statement of activities, pension costs are recognized on the accrual basis. This fiscal year, the difference between accrual-basis pension costs and actual employer contributions was:	(387,376)
In governmental funds, repayments of long-term debt are reported as expenditures. In the government-wide statements, repayments of long-term debt are reported as reductions of liabilities.	701,487
In the government-wide statements, any deferred loss from debt refunding is amortized as interest over the life of the debt. Amortization of deferred loss from debt refunding, for the period is:	(3,116)
In the statement of activities, compensated absences are measured by the amounts earned during the fiscal year. In governmental funds, expenditures for these items are measured by the amount of financial resources used (essentially the amount paid). This fiscal year, compensated absences used exceeded the amount earned by:	(240,786)
Internal Service Funds are used by management to charge the costs of risk management, vehicle and equipment replacement, informational technology, human resources, and health insurance to individual funds. The net expense (excluding capital asset activity reported above) of the internal service funds is reported within governmental activities.	<u>(1,459,322)</u>
Change in net position of governmental activities	<u><u>\$ 1,233,461</u></u>

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

PROPRIETARY FUND - FINANCIAL STATEMENTS

CITY OF GREENFIELD
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	<u>Governmental Activities Internal Service Fund</u>
ASSETS				
Current assets				
Cash and investment	\$ 4,318,105	\$ 1,071,254	\$ 5,389,359	\$ -
Accounts receivable	301,075	236,226	537,301	-
Interest receivable	97,298	51	97,349	-
Due from other funds	25,761	22,081	47,842	-
Prepaid expenses	<u>14,314</u>	<u>638</u>	<u>14,952</u>	<u>20,062</u>
Total current assets	<u>4,756,553</u>	<u>1,330,250</u>	<u>6,086,803</u>	<u>20,062</u>
Noncurrent assets				
Capital assets, net	<u>7,195,938</u>	<u>9,847,059</u>	<u>17,042,997</u>	<u>1,039,461</u>
Total assets	<u>11,952,491</u>	<u>11,177,309</u>	<u>23,129,800</u>	<u>1,059,523</u>
DEFERRED OUTFLOWS OF RESOURCES				
Related to pension	<u>37,553</u>	<u>37,143</u>	<u>74,696</u>	<u>-</u>
Total deferred outflows of resources	<u>37,553</u>	<u>37,143</u>	<u>74,696</u>	<u>-</u>
LIABILITIES				
Current liabilities				
Accounts payable	311,272	206,284	517,556	52,888
Accrued payroll	21,036	21,401	42,437	18,096
Accrued interest payable	26,609	18,392	45,001	-
Service deposits	129,174	110,720	239,894	-
Due to other funds	86,868	811,485	898,353	7,456,883
Loans and notes payable	<u>253,079</u>	<u>81,182</u>	<u>334,261</u>	<u>-</u>
Total current liabilities	<u>828,038</u>	<u>1,249,464</u>	<u>2,077,502</u>	<u>7,527,867</u>
Noncurrent liabilities				
Advances payable	467,215	912,600	1,379,815	-
Net pension liability	75,955	75,126	151,081	-
Loans payable, net of current portion	1,186,015	-	1,186,015	-
Notes payable, net of current portion	<u>1,909,923</u>	<u>1,320,104</u>	<u>3,230,027</u>	<u>-</u>
Total noncurrent liabilities	<u>3,639,108</u>	<u>2,307,830</u>	<u>5,946,938</u>	<u>-</u>
Total liabilities	<u>4,467,146</u>	<u>3,557,294</u>	<u>8,024,440</u>	<u>7,527,867</u>

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

CITY OF GREENFIELD
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	<u>Governmental Activities Internal Service Fund</u>
DEFERRED INFLOWS OF RESOURCES				
Related to pensions	<u>3,763</u>	<u>1,912</u>	<u>5,675</u>	<u>-</u>
Total deferred inflow of resources	<u>3,763</u>	<u>1,912</u>	<u>5,675</u>	<u>-</u>
NET POSITION				
Net investment in capital assets	3,846,921	8,445,773	12,292,694	1,039,461
Unrestricted	<u>3,672,214</u>	<u>(790,527)</u>	<u>2,881,687</u>	<u>(7,507,805)</u>
Total net position	<u>7,519,135</u>	<u>7,655,246</u>	<u>15,174,381</u>	<u>(6,468,344)</u>
Total liabilities and net position	<u>\$ 11,990,044</u>	<u>\$ 11,214,452</u>	<u>\$ 23,204,496</u>	<u>\$ 1,059,523</u>

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

CITY OF GREENFIELD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - PROPRIETARY
FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	<u>Governmental Activities Internal Service Fund</u>
OPERATING REVENUE				
Charges for services	\$ 2,192,800	\$ 1,646,009	\$ 3,838,809	\$ -
Connection fees	25,983	-	25,983	-
Contribution	-	-	-	2,512,694
Other operating revenue	890	-	890	-
Intergovernmental revenue	<u>59,212</u>	<u>-</u>	<u>59,212</u>	<u>-</u>
Total operating revenue	<u>2,278,885</u>	<u>1,646,009</u>	<u>3,924,894</u>	<u>2,512,694</u>
OPERATING EXPENSES				
Salaries and benefits	561,761	562,555	1,124,316	845,079
Office expenses	29,888	6,520	36,408	2,712
Contractual services	511,416	983,884	1,495,300	7,510
Utilities and communications	256,199	191,548	447,747	18,982
Operating supplies	139,780	65,998	205,778	227,185
Vehicle and equipment maintenance	39,148	69,480	108,628	258,659
Professional development	53,005	51,344	104,349	94,226
Insurance	-	-	-	2,722,665
Other	35,713	34,693	70,406	19,998
Depreciation	<u>604,600</u>	<u>575,084</u>	<u>1,179,684</u>	<u>187,633</u>
Total operating expenses	<u>2,231,510</u>	<u>2,541,106</u>	<u>4,772,616</u>	<u>4,384,649</u>
Operating income (loss)	<u>47,375</u>	<u>(895,097)</u>	<u>(847,722)</u>	<u>(1,871,955)</u>
NONOPERATING REVENUE (EXPENSES)				
Transfer in	-	1,688,515	1,688,515	225,000
Transfer out	(899,679)	(827,807)	(1,727,486)	-
Interest income	45,886	11,811	57,697	-
Interest expenses	<u>(103,811)</u>	<u>(44,347)</u>	<u>(148,158)</u>	<u>-</u>
Total nonoperating revenue (expenses)	<u>(957,604)</u>	<u>828,172</u>	<u>(129,432)</u>	<u>225,000</u>
Change in net position	(910,229)	(66,925)	(977,154)	(1,646,955)
Net position - beginning of year	8,429,364	7,722,171	16,151,535	(4,794,708)
<i>Restatement</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(26,681)</u>
Net position - ending of year	<u>\$ 7,519,135</u>	<u>\$ 7,655,246</u>	<u>\$ 15,174,381</u>	<u>\$ (6,468,344)</u>

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

CITY OF GREENFIELD
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	<u>Governmental Activities: Internal Service Fund</u>
Cash flows from operating activities:				
Receipts from customers	\$ 2,593,325	\$ 1,639,681	\$ 4,233,006	\$ 2,512,694
Payments to suppliers	(787,230)	(1,436,264)	(2,223,494)	(3,380,663)
Payments to employers	<u>(566,627)</u>	<u>(565,390)</u>	<u>(1,132,017)</u>	<u>(838,293)</u>
Net cash provided by (used in) for operating activities	<u>1,239,468</u>	<u>(361,973)</u>	<u>877,495</u>	<u>(1,706,262)</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(186,306)	(1,091,342)	(1,277,648)	(422,421)
Principal payments on long term debt	(242,263)	(78,703)	(320,966)	-
Interest paid on long-term debt	<u>(105,306)</u>	<u>(45,380)</u>	<u>(150,686)</u>	<u>-</u>
Net cash provided by (used in) for capital and related financing activities	<u>(533,875)</u>	<u>(1,215,425)</u>	<u>(1,749,300)</u>	<u>(422,421)</u>
Cash flows from noncapital financing activities:				
Transfer from other funds	<u>(838,572)</u>	<u>1,650,112</u>	<u>811,540</u>	<u>2,128,683</u>
Net cash provided by (used in) for noncapital financing activities	<u>(838,572)</u>	<u>1,650,112</u>	<u>811,540</u>	<u>2,128,683</u>
Cash flows from investing activities:				
Investment income	<u>(36,701)</u>	<u>11,811</u>	<u>(24,890)</u>	<u>-</u>
Net cash provided by (used in) for investing activities	<u>(36,701)</u>	<u>11,811</u>	<u>(24,890)</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	(169,680)	84,525	(85,155)	-
Cash and cash equivalents, beginning of year	<u>4,487,785</u>	<u>986,729</u>	<u>5,474,514</u>	<u>-</u>
Cash and cash equivalents, ending of year	<u>\$ 4,318,105</u>	<u>\$ 1,071,254</u>	<u>\$ 5,389,359</u>	<u>\$ -</u>
Reconciliation of cash and investments to the statement of net position:				
Cash and investments	<u>\$ 4,318,105</u>	<u>\$ 1,071,254</u>	<u>\$ 5,389,359</u>	<u>\$ -</u>
Total cash and cash equivalents	<u>\$ 4,318,105</u>	<u>\$ 1,071,254</u>	<u>\$ 5,389,359</u>	<u>\$ -</u>

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

CITY OF GREENFIELD
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

**Reconciliation of Operating Income/Loss to Net Cash
Provided by/Used for Operating Activities**

Operating income/loss	\$ 47,375	\$ (895,097)	\$ (847,722)	\$ (1,871,955)
Adjustments to reconcile operating income/loss to net cash provided by (used in) for operating activities:				
Depreciation expenses	604,600	575,084	1,179,684	187,633
Changes in assets, deferred outflows, liabilities, and deferred inflows:				
Receivables	314,440	(6,328)	308,112	-
Prepaid expenditures	3,940	9,166	13,106	(20,062)
Deferred outflows	(17,612)	(18,571)	(36,183)	-
Accounts payable	273,979	(41,963)	232,016	(8,664)
Accrued payroll	1,757	2,707	4,464	6,786
Net pension liability	39,384	41,067	80,451	-
Deferred inflows	<u>(28,395)</u>	<u>(28,038)</u>	<u>(56,433)</u>	<u>-</u>
Net cash provided by (used in) for operating activities	<u>\$ 1,239,468</u>	<u>\$ (361,973)</u>	<u>\$ 877,495</u>	<u>\$ (1,706,262)</u>

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

CITY OF GREENFIELD
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2023

		<u>Private Purpose Trust Funds</u>
		<u>Successor Agency</u>
ASSETS		
Cash and equivalents	\$	288,353
Interest receivable		37
Due from City of Greenfield		890,758
Prepaid insurance		<u>109,603</u>
Total assets		<u>1,288,751</u>
LIABILITIES		
Accrued interest payable		197,096
Due within one year		927,923
Due in more than one year		<u>12,401,772</u>
Total liabilities		<u>13,526,791</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred gain on debt refunding		<u>129,790</u>
Total deferred inflows of resources		<u>129,790</u>
NET POSITION		
Restricted for:		
Individuals, organizations, and other governments		<u>(12,367,830)</u>
Total net position		<u><u>\$ (12,367,830)</u></u>

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

CITY OF GREENFIELD
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
JUNE 30, 2023

	Private Purpose Trust Funds
	Successor Agency
ADDITIONS	
Taxes	\$ 1,664,707
Investment earnings	<u>1,449,706</u>
Total additions	<u>3,114,413</u>
DEDUCTIONS	
Other	8,002
Interest expenses	<u>1,833,535</u>
Total deductions	<u>1,841,537</u>
Change in net position	1,272,876
Net position, beginning of year	(14,376,197)
<i>Restatement</i>	<u>735,491</u>
Net position, ending of year	<u><u>\$ (12,367,830)</u></u>

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

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

The reporting entity is the City of Greenfield. There are no component units included in this report that meet the reporting entity definition criteria of GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, GASB Statement No. 61, GASB Statement No. 80, and GASB Statement No. 90.

B. Basis of Presentation

Financial Statements

The City's basic financial statements are prepared in conformity with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the acknowledged standard-setting body for establishing accounting and financial reporting standards followed by governmental entities in the United States of America.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the primary government (the "City"). These statements include the financial activities of the overall City government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Governmental activities are generally financed through taxes, intergovernmental revenues, and other non-exchange transactions.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a program, and (c) fees, grants, and contributions that are restricted to financing the acquisition or construction of capital assets. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The fund financial statements provide information about the City's funds. Separate statements for each fund category-*governmental, proprietary, and fiduciary-are* presented. The emphasis of fund financial statements is on major individual funds, each of which is displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses, and Changes in Net Position, and a Statement of Cash Flows for all proprietary funds.

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

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

B. Basis of Presentation - Cont'd

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

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Fiduciary funds use the full accrual basis of accounting for reporting receivables and payables. Fiduciary funds are reported in the fund financial statements but are not included for government-wide reporting purposes.

C. Major Funds

GASB Statement No. 34 defines major funds and requires that the City's major funds are identified and presented separately in the fund financial statements. All other funds, called non-major funds, are combined and reported in a single column in the Fund Statements as Other Governmental Funds, regardless of their fund-type.

Major funds are defined as funds that have either assets, liabilities, revenues, or expenditures/expenses equal to ten percent of their fund-type total or five percent of the total for all funds. The General Fund is always a major fund. The City may also voluntarily select other funds it believes should be presented as major funds.

The City reported the following major governmental funds in the accompanying financial statements:

General Fund – This fund accounts for all financial resources except those to be accounted for in another fund. It is the general operating fund of the City.

Home Grant Fund – This fund accounts for the loans provided to eligible citizens for housing rehabilitation and down payment assistance.

Traffic Impact Fund – This fund accounts for receipt of Traffic Mitigation Development Impact Fees and their expenditures on projects to mitigate traffic impacts.

General Facilities Impact Fund – This fund accounts for receipt of General Facilities Development Impact Fees and their expenditures on projects to expand governmental facilities.

Housing Fund – This fund accounts for the receipt of the low-moderate income housing loan repayments and related low-moderate income housing expenditures.

Supplemental Transaction and Use Tax Fund – This fund accounts for receipt of voter-approved transactions and use tax and their expenditures to mitigate the reduction of, and maintain the continuation of, vital City services.

Fire Fund – This fund accounts for resources used for the operation of fire safety within the City.

American Recovery Plan Act Fund – This fund accounts for revenue from the American Rescue Plan Act funding the City was allocated for fiscal recovery.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

C. Major Funds - Cont'd

Capital Projects Fund – This fund accounts for resources used for the acquisition of various major capital improvements.

The City reported the following major proprietary funds:

Water Fund – This fund accounts for the activities of providing water to residents of the City.

Sewer Fund – This fund accounts for the activities associated with the sewage treatment plant, pumping stations, and collection systems.

Internal Service Fund – The Internal Service Fund is used to account for interdepartmental operations where it is the stated intent that costs of providing services to the department of the City on a continuing basis be financed or recovered primarily by charges to the user departments.

D. Basis of Accounting

The government-wide, proprietary funds, and fiduciary funds financial statements are reported using the *economic resources measurement focus* and *the full accrual basis* of accounting. Revenues are recorded when *earned*, and expenses are recorded at the time liabilities are *incurred*, regardless of when the related cash flows take place.

Governmental funds are reported using the *current financial resources* measurement focus and the *modified accrual* basis of accounting. Under this method, revenues are recognized when *measurable and available*.

The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after fiscal year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent that they have matured.

Capital asset acquisitions are reported as *expenditures* in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as *other financing sources*.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied.

Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Other revenues susceptible to accrual include other taxes, intergovernmental revenues, interest, and charges for services.

Grant revenues are recognized in the fiscal year in which all eligibility requirements are met. Under the terms of grant agreements, the City may fund certain programs with a combination of cost-reimbursement grants, categorical block grants, and general revenues.

Thus, both restricted and unrestricted net assets may be available to finance program expenditures/expenses. The City's policy is to first apply restricted grant resources to such programs, followed by general revenues, if necessary.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

E. Property Taxes

California Constitution Article XIII A limits the combined property tax rate to one percent of a property's assessed valuation. Additional taxes may be imposed with voters' approval. The assessed value is calculated at one hundred percent of a property's fair value, as defined by Article XIII A, and may be increased no more than two percent per year, unless a change in ownership or new construction occurs. The State legislature has determined the method of distributing the one percent tax levy among the various taxing jurisdictions. Property tax revenues are recognized in the fiscal year for which taxes have been levied and collected within sixty days of the fiscal year-end. Property taxes are billed and collected as follows:

	<u>Secured</u>	<u>Unsecured</u>
Valuation/line dates	January 1	January 1
Levy dates	July 1	July 1
Due dates	November 1 (50%) February 1 (50%)	August 1
Delinquency dates	December 10 (Nov.) April 10 (Feb.)	August 31

F. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, expenditures, or expenses as appropriate. Actual results could differ from those estimates.

G. Cash and Cash Equivalents

For purposes of the statement of cash flows, the City considers all highly liquid investment instruments purchased with maturity of three months or less to be cash equivalents.

H. Deferred Outflows and Inflows of Resources

Pursuant to GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position," and GASB Statement No. 65, "Items Previously Reported as Assets and Liabilities," the City recognizes deferred outflows and inflows of resources.

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. A deferred outflows of resources is defined as a consumption of net position by the government that is applicable to a future reporting period.

In addition to liabilities, the Statement of Net Position and the Governmental Funds – Balance Sheet will sometimes report a separate section for deferred inflows of resources. A deferred inflow of resources is defined as an acquisition of net position by the City that is applicable to a future reporting period.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

I. Capital Assets

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair value on the date contributed. The City's policy is to capitalize all capital assets with costs exceeding certain minimum thresholds of \$2,500 and with useful lives exceeding one year.

With the implementation of GASB Statement No. 34, the City was not required to record infrastructure assets existing or acquired prior to July 1, 2001. The City elected not to record such infrastructure assets. The City may elect to record such infrastructure assets in the future.

The purpose of depreciation is to spread costs of capital assets equitably among all users over the lives of these assets. The amount charged to depreciation expense each fiscal year represents that fiscal year's pro rata share of the cost of capital assets. GASB Statement No. 34 requires that all capital assets with limited useful lives be depreciated over their estimated useful lives.

Depreciation is provided using the straight-line method, which means the cost of the asset is divided by its expected useful life in years, and the result is charged to expense each fiscal year until the asset is fully depreciated. The City has assigned the useful lives listed below to capital assets:

<u>Asset Class</u>	<u>Estimated Useful Life</u>
Vehicles	5-7 years
Property and equipment	5-10 years
Infrastructure	10-40 years
Utility lines and equipment	10-40 years
Building and improvements	7-40 years

J. Unearned Revenue

Unearned revenue arises when assets are received before revenue recognition criteria have been satisfied. Grants and entitlements received before eligibility requirements are met are recorded as unearned revenue.

K. Lease Receivable

The City's leases receivable is measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the City may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received.

A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

L. Compensated Absence

In compliance with Governmental Accounting Standards Board Statement No. 16, the City has established a liability for accrued sick leave and vacation in relevant funds. For governmental-type funds, the current liability appears in the respective funds. All vacation paid is accrued when incurred in the government-wide and proprietary fund financial statements.

This liability is set up for the current employees at the current rates of pay. If sick leave and vacation are not used by the employee during the term of employment, a portion of the compensation is payable to the employee at the time of retirement. Such compensation is calculated at the employee's prevailing rate at the time of retirement or termination.

Each fiscal year, an adjustment to the liability is made based on pay rate changes and adjustments for the current portion. The General Fund is primarily responsible for the repayment of the governmental portion of compensated absences.

M. Pension

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the City of Greenfield's California Public Employee's Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS.

For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

N. Fund Balances

Fund balances of the governmental funds are classified as follows:

- **Nonspendable Fund Balance** – represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid insurance) or are legally required to remain intact (such as notes receivable or principal of a permanent fund).
- **Restricted Fund Balance** – represents amounts that are constrained by external parties, constitutional provisions, or enabling legislation.
- **Committed Fund Balance** – represents amounts that can only be used for a specific purpose because of a formal action by the City's governing board. Committed amounts cannot be used for any other purpose unless the governing board removes those constraints by taking the same type of formal action. Committed fund balance amounts may be used for other purposes with appropriate due process by the governing board. Commitments are typically done through adoption and amendment of the budget. Committed fund balance amounts differ from restricted balances in that the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

N. Fund Balance - Cont'd

- Assigned Fund Balance – represents amounts that the City intends to use for a specific purpose, but that do not meet the criteria to be classified as restricted or committed. Intent may be stipulated by the governing board or by an official or body to which the governing board delegates the authority. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service, or permanent fund are assigned for purposes in accordance with the nature of their fund type or the fund's primary purpose. Assignments within the general fund convey that the intended use of those amounts is for a specific purpose that is narrower than the general purpose of the City.
- Unassigned Fund Balance – represents amounts which are unconstrained in that they may be spent for any purpose. Only the general fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification because of overspending for specific purposes for which amounts had been restricted, committed, or assigned.

When an expenditure is incurred for a purpose for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

O. Net Position

GASB Statement No. 63 requires that the difference between assets added to the deferred outflows of resources, and liabilities added to the deferred inflows of resources, be reported as net position is classified as either net investment in capital assets, restricted, or unrestricted.

Net position that is net investment in capital assets, consists of capital assets, net of accumulated depreciation, and reduced by the outstanding principal of related debt. Restricted net position is the portion of net position that has external constraints placed on it by creditors, grantors, contributors, laws, or regulations of other governments, or through constitutional provisions or enabling legislations. Unrestricted net position consists of net position that does not meet the definition of net investment in capital assets or restricted net position.

P. Current Accounting Pronouncement

During the year ended June 30, 2023 the City implemented the provisions of GASB Statement No. 96 Subscription-Based Information Technology Arrangements (SBITAs). This Statement requires that subscription-based information technology arrangements (SBITAs) recognize a liability and intangible assets representing the lessee's right to use the SBITA asset and report in its financial statements amortization expense for using the SBITA asset for the shorter of the lease term or the useful life of the underlying asset, interest expense on the SBITA liability and note disclosures about the SBITA. The City's evaluated the impacts of GASB 96 and determined there to be no impact to the City's financial statements for the current fiscal year.

**CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONT'D

Q. Future Accounting Pronouncement

GASB Statements listed below will be implemented in future financial statements:

The GASB has issued several new accounting pronouncements, which will be effective for the City in subsequent years. The following GASB pronouncements have been issued, but are not yet effective as of June 30, 2023:

Statement No. 99	Omnibus 2022	The provisions of this statement are effective in April 2022 except for the provisions related to leases, PPPs, SBITAs, financial guarantees and derivative instruments. The provisions related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022. The provisions related to financial guarantees and derivative instruments are effective for fiscal years beginning after June 15, 2023.
Statement No. 100	Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62	The provisions of this statement are effective for fiscal years beginning after June 15, 2023.
Statement No. 101	Compensated Absences	The provisions of this statement are effective for fiscal years beginning after December 15, 2023.
Statement No. 102	Certain Risk Disclosures	The provisions of this statement are effective for fiscal years beginning after June 15, 2024.
Statement No. 103	Financial Reporting Model Improvements	The provisions of this statement are effective for fiscal years beginning after June 15, 2025.
Statement No. 104	Disclosure of certain capital assets	The provisions of this statement are effective for fiscal years beginning after June 15, 2025.

The City will implement the applicable new GASB pronouncements in the fiscal year no later than the required effective date. The City has not yet determined the financial impact from future implementation of these standards.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 - STEWARSHIP, COMPLIANCE, AND ACCOUNTABILITY

A: Budgetary Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for governmental funds. The City's budget ordinances require that in April of each fiscal year, the City Manager submit a preliminary budget that includes projected expenditures and the means of financing them to the City Council for the fiscal year commencing the following July 1.

As modified during public study sessions, the preliminary budget becomes the proposed budget. Following public hearings on the proposed budget, the final annual budget is adopted by the City Council in June for the following fiscal year. After adoption of the final budget, transfers of appropriations within a general fund department, or within other funds, can be made by the City Manager.

Budget modifications between funds; increases or decreases to a fund's overall budget; transfers between general fund departments; or transfers that affect capital projects, must be approved by the City Council. Numerous properly authorized amendments are made during the fiscal year.

Budgetary control is enhanced by integrating the budget into the general ledger accounts. Encumbrance accounting is employed (e.g. purchase orders) to avoid expenditures over the budget. In general, encumbrances outstanding at fiscal year-end are automatically re-budgeted in the following fiscal year.

B: Deficit Fund Balance

Major Funds:

A deficit fund balance of \$1,780,228 exists in the General Facilities Impact Fund. This fund balance deficit is due to the City incurring costs in advance of receiving revenue. The City expects to fund the deficit through future revenues and/or transfers of funds.

A deficit fund balance of \$3,074,401 exists in the Fire Fund. This fund balance deficit is due to the City incurring costs in advance of receiving revenue. The City expects to fund the deficit through future revenues and/or transfers of funds.

Nonmajor Funds:

A deficit fund balance of \$617,948 exists in the Greenfield Science Workshop Fund. This fund balance deficit is due to the City incurring costs in advance of receiving revenue. The City expects to fund the deficit through future revenues and/or transfers of funds.

A deficit fund balance of \$220,262 exists in the Debt Service Fund. This fund balance deficit is due to the City incurring costs in advance of receiving revenue. The City expects to fund the deficit through future revenues and/or transfers of funds.

Internal Service Fund:

A deficit fund balance of \$6,468,344 exists in the Internal Service Fund. This fund balance deficit is due to the City incurring costs in advance of moving money into the fund to cover the services. The City expects to fund the deficit through future transfers of funds.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 - CASH AND INVESTMENTS

The composition of cash and investments as of June 30, 2023, by fund is as follows:

	<u>Available for Operations</u>	<u>Restricted</u>	<u>Total</u>
General fund	\$ 795,902	\$ -	\$ 795,902
Special revenue funds	20,058,239	-	20,058,239
Capital project fund	1,670,092	-	1,670,092
Proprietary funds	5,389,359	-	5,389,359
Fiduciary funds	<u>-</u>	<u>288,353</u>	<u>288,353</u>
Total	<u>\$ 27,913,592</u>	<u>\$ 288,353</u>	<u>\$ 28,201,945</u>

Cash and investments at June 30, 2023, consisted of the following:

Cash in banks and on hand	\$ 5,397,893
Investments	<u>22,515,699</u>
Total cash and investments, statement of net position	<u>27,913,592</u>
Cash in banks and on hand	288,347
Cash and investments with fiscal agents	<u>6</u>
Total cash and investments, statement of fiduciary net position	<u>288,353</u>
Total cash and investments	<u>\$ 28,201,945</u>

Governmental Accounting Standards Board (GASB) Statement No. 72, "Fair Value Measurements and Application" provides the framework for measuring fair value. The framework categorizes a fair value hierarchy that is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of June 30, 2023:

<u>Investment by Fair Value</u>	<u>Total</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Debt securities:				
Negotiable certificates of deposit	\$ 7,149,270	\$ 7,149,270	\$ -	\$ -
U.S. Treasury Notes	571,314	571,314	-	-
Government Bonds	<u>549,953</u>	<u>549,953</u>	-	-
Total investments measured at fair value	<u>8,270,537</u>	<u>\$ 8,270,537</u>	<u>\$ -</u>	<u>\$ -</u>
Investments measured at amortized cost:				
Money market funds	272,452			
LAIF	13,972,710			
Held by fiscal agent:				
Money market funds	<u>6</u>			
Total investments	<u>\$ 22,515,705</u>			

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 - CASH AND INVESTMENTS (CONT'D)

A. Investments Authorized by the California Governmental Code and the Investment Policy City's Investment Policy

The table on the following page identifies the investment types that are authorized for the City by the California Government Code. The table also identifies certain provisions of the California Government Code that address interest rate risk, credit risk, and concentration of credit risk.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
State Obligations CA and Others	5 years	None	None
CA Local Agency Obligations	5 years	None	None
U.S. Agency Obligations	5 years	None	None
Banker's Acceptance	180 days	40%	30%
Commercial Paper	180 days	15%	10%
Negotiable Certificates of Deposit	5 years	30%	None
Time Deposits	5 years	25%	None
Repurchase Agreements	90 days	None	None
Reverse Repurchase Agreements	90 days	20 %	None
Medium-Term Notes	5 years	30%	15%
Mutual Funds	N/A	20%	10%
Mutual Funds and Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-Through Securities	5 years	20%	None
County Pooled Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	\$75,000,000
JPA Pools (Other Investment Pools)	N/A	None	None

B. Investments Authorized by Debt Agreements

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

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 - CASH AND INVESTMENTS (CONT'D)

B. Investments Authorized by Debt Agreements (Cont'd)

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
U.S. Treasury Obligations	None	None	None
U.S. Agency Securities	None	None	None
Banker's Acceptance	1 Year	None	None
Commercial Paper	None	None	None
Negotiable Certificates of Deposit	None	None	None
Investment Agreements	None	None	None
Repurchase Agreements	30 days	None	None
Money Market Mutual Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	\$75,000,000
Local Agency Bonds	None	None	None

C. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter-term and longer-term investments, and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flows and liquidity needed for operations. Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

<u>Investment Type</u>	<u>Carrying Amount</u>	<u>Remaining Maturity (in Months)</u>			
		<u>12 Months or Less</u>	<u>13-24 Months</u>	<u>25-60 Months</u>	<u>More than 60 Months</u>
LAIF	\$ 13,972,710	\$ 13,972,710	\$ -	\$ -	\$ -
Negotiable certificates of deposit	7,149,269	1,473,818	1,911,038	3,764,413	-
U.S. Treasury Notes	571,314	571,314	-	-	-
Government Bonds	549,953	549,953	-	-	-
Money market funds	272,452	272,452	-	-	-
Held by fiscal agent:					
Money market funds	<u>6</u>	<u>6</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total investments	<u>\$ 22,515,704</u>	<u>\$ 16,840,253</u>	<u>\$ 1,911,038</u>	<u>\$ 3,764,413</u>	<u>\$ -</u>

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 - CASH AND INVESTMENTS (CONT'D)

C. Disclosures Relating to Interest Rate Risk (Cont'd)

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 rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by the California Government Code, and the actual rating as of fiscal year end for each investment type.

Investment Type	Carrying Amount	Minimum Legal Rating	Rating as of Fiscal Year End		
			Aaa	AA+	Not Rated
LAIF	\$ 13,972,710	N/A	\$ -	\$ -	\$ 13,972,710
Negotiable certificates of deposit	7,149,270	N/A	-	-	7,149,270
U.S. Treasury Notes	571,314	N/A	571,314	-	-
Government Bonds	549,953	N/A	-	549,953	-
Money market funds	272,452	N/A	-	-	272,452
Held by fiscal agent:		N/A			
Money market funds	<u>6</u>	N/A	<u>-</u>	<u>-</u>	<u>6</u>
Total investments	<u>\$ 22,515,705</u>		<u>\$ 571,314</u>	<u>\$ 549,953</u>	<u>\$ 21,394,438</u>

D. Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There are LAIF, Negotiable certificates of deposit and treasury notes represents 5% or more of the total City's investments.

E. 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 California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under State law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure the City's deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. None of the City's deposits with financial institutions in excess of the Federal Depository Insurance Corporation's limits were properly collateralized.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or governmental investment pools (such as LAIF).

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3 - CASH AND INVESTMENTS (CONT'D)

F. Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying basic financial statements at the amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

NOTE 4 - NOTE RECEIVABLE

A. 2005 Community Housing Improvement Systems and Planning Association

On December 28, 2005, the City entered into an agreement with the Community Housing Improvement Systems and Planning Association (CHISPA), a nonprofit housing agency, in which the City contributed \$500,000 toward the cost of developing a 40- unit multi-family residential project, named Walnut Place, for low and moderate income households. In exchange for the City contribution, the City obtained a promissory note and deed of trust secured by the housing project. CHISPA agrees to maintain the project in accordance with certain low-and moderate-income restrictions imposed upon it by the City. Repayment of the \$500,000 note is not due as long as CHISPA meets the requirements of the various restrictions. Accordingly, the City has recorded a note receivable and offsetting unearned revenue, since the value of the note is not a source of readily available funding.

B. 2007 Community Housing Improvement Systems and Planning Association

On May 2, 2007, the City entered into an agreement with the Community Housing Improvement Systems and Planning Association (CHISPA), a nonprofit housing agency, in which the City contributed \$500,000 toward the cost of developing a 40- unit multi-family residential project, named Vineyard Green Townhomes, for low and moderate income households. In exchange for the City contribution, the City obtained a promissory note and deed of trust secured by the housing project. CHISPA agrees to maintain the project in accordance with certain low- and moderate-income restrictions imposed upon it by the City. The loan accrues simple interest at 3% per annum and repayment of the \$500,000 note is not due until 55 years from the date the Promissory Note was signed. Accordingly, the City has recorded a note receivable and offsetting unearned revenue, since the value of the note is not a source of readily available funding. At June 30, 2023, the loan had accrued interest of \$198,450, bringing the loan balance to \$698,450.

C. 2009 Community Housing Improvement Systems and Planning Association

On April 10, 2009, the City entered into an agreement with the Community Housing Improvement Systems and Planning Association (CHISPA), a nonprofit housing agency, in which the City contributed \$700,000 toward the cost of developing a 40-unit multi-family residential project, named Vineyard Green Townhomes, for low and moderate income households. In exchange for the City contribution, the City obtained a promissory note and deed of trust secured by the housing project. CHISPA agrees to maintain the project in accordance with certain low- and moderate-income restrictions imposed upon it by the City. The loan accrues simple interest at 3% per annum and repayment of the \$700,000 note is not due until 55 years from the date the Promissory Note was signed. Accordingly, the City has recorded a note receivable and offsetting unearned revenue, since the value of the note is not a source of readily available funding. At June 30, 2023, the loan had accrued interest of \$256,749, bringing the loan balance to \$941,843.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 - NOTE RECEIVABLE (CONT'D)

D. Magnolia Place

On November 25, 2014, the City entered into a loan agreement with Greenfield Senior Associates, for the construction of 32 units of senior rental housing, to include 4 very-low income units, 27 low-income units, and one manager's unit. The agreement included an acquisition loan and a fee deferral loan. The City contributed \$708,000 toward the acquisition costs of the property, and \$250,000 toward the deferral of development impact fees. In exchange for the City contribution, the City obtained a promissory note for each loan, a loan agreement for both notes, and a deed of trust secured by the project. The term of the acquisition loan is 55 years from the date the Certificate of Occupancy is issued for the project, at 0% interest from disbursement through the earlier of the permanent loan conversion or the third anniversary of the construction loan closing, and thereafter at a rate between 0% and 3%, to be set by the City Manager.

The term of the fee deferral loan is 30 years from the date of the Certificate of Occupancy, at 0% interest from disbursement through the earlier of the permanent loan conversion or the third anniversary of the construction loan closing, and thereafter at a rate of 3%. Loans are repaid annually in arrears, after conversion from the construction loan to the permanent loan, and no later than April 15 of each year with respect to the previous calendar year, in amounts for each loan equal to 50% of the Residual Receipts. Both loans become due and payable if the developer transfers or sells the project without approval of the City. The City has recorded a note receivable and offsetting unearned revenue for the acquisition loan, since the value of the note is not a source of readily available funding. The fee deferral loan will be recorded as a note receivable at the time that the fee deferral occurs.

E. Down Payment Assistance Program (CDBG)

The City has received funding from the Department of Housing and Urban Development (HUD), via the Community Development Block Grant (CDBG) program to help low-and moderate- income residents and commercial enterprises purchase property by assisting them with loans to make down payments.

The promissory notes accrue simple interest of 3% and the repayment of the principal and interest is deferred for 30 years, unless the property is sold or transferred. Accordingly, the City has recorded notes receivable and offsetting deferred revenue, since the value of the notes is not a source of readily available funding. At June 30, 2023, there was one such note receivable for a total balance of \$48,600.

F. Down Payment Assistance Program

At June 30, 2023, the City held \$592,671 in promissory notes secured by deeds of trust on various residential properties for households that participated in the City's down payment assistance program for low and moderate-income households.

The promissory notes accrue simple interest of 3% and repayment of the principal and interest is deferred for 30 years, unless the property is sold or transferred. Accordingly, the City has recorded notes receivable and offsetting deferred revenue, since the value of the notes is not a source of readily available funding.

G. Housing Rehabilitation

The City provides loans to eligible citizens through the Housing Fund and Home Grant Fund for housing rehabilitation. Interest is generally deferred and repayment occurs when property ownership changes. The balance outstanding at June 30, 2023, is \$1,021,597, which is offset by unearned revenue in the governmental funds financial statements.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 - NOTE RECEIVABLE (CONT'D)

G. Housing Rehabilitation (Cont'd)

As part of the Home program, in October 2015, the City entered into a Promissory Note with Greenfield Pacific Associates II, LP for a \$4,500,000 advance for the construction of the Terracina Oaks housing project. The terms of the note repayment is 55 years from the Notice of Completion, or no more than 58 years from October 2015. The outstanding principal balance incurs 3% simple interest from the date of disbursement. The note will be payable from the residual receipts collected from the Project. The balance outstanding at June 30, 2023 is \$5,463,318, which includes \$963,318 in accrued interest, and is offset by deferred revenue in the governmental funds financial statements.

NOTE 5 - CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2023, was as follows:

	<u>Balance</u> <u>July 1, 2022</u>	<u>Restatement</u>	<u>Additions</u>	<u>Deletions</u>	<u>Reclass</u>	<u>Balance</u> <u>June 30, 2023</u>
Governmental activities						
Nondepreciable capital assets:						
Land	\$ 6,588,665	\$ -	\$ -	\$ -	\$ -	\$ 6,588,665
Construction in progress	<u>276,868</u>	<u>-</u>	<u>319,893</u>	<u>(64,987)</u>	<u>-</u>	<u>531,774</u>
Total nondepreciable capital assets	<u>6,865,533</u>	<u>-</u>	<u>319,893</u>	<u>(64,987)</u>	<u>-</u>	<u>7,120,439</u>
Depreciable capital assets:						
Buildings	31,482,871	-	67,521	-	(600,000)	31,550,392
Property and equipment	5,539,781	-	422,421	-	600,000	5,962,202
Infrastructure	<u>9,241,151</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,241,151</u>
Total depreciable capital asset	46,263,803	-	489,942	-	-	46,753,745
Less: accumulated depreciation	<u>(20,377,421)</u>	<u>(1,532,933)</u>	<u>(2,174,483)</u>	<u>-</u>	<u>-</u>	<u>(24,084,837)</u>
Net depreciable assets	<u>25,886,382</u>	<u>(1,532,933)</u>	<u>(1,684,541)</u>	<u>-</u>	<u>-</u>	<u>22,668,908</u>
Net capital assets	<u>\$ 32,751,915</u>	<u>\$ (1,532,933)</u>	<u>\$ (1,364,648)</u>	<u>\$ (64,987)</u>	<u>\$ -</u>	<u>\$ 29,789,347</u>
	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending</u> <u>Balance</u>		
Business-type activities						
Nondepreciable capital assets:						
Land	\$ 323,537	\$ -	\$ -	\$ 323,537		
Construction in progress	<u>786,043</u>	<u>1,257,135</u>	<u>-</u>	<u>2,043,178</u>		
Total nondepreciable capital assets	<u>1,109,580</u>	<u>1,257,135</u>	<u>-</u>	<u>2,366,715</u>		
Depreciable capital assets:						
Building, property and equipment	<u>30,263,144</u>	<u>20,514</u>	<u>-</u>	<u>30,283,658</u>		
Total depreciable capital asset	30,263,144	20,514	-	30,283,658		
Less: accumulated depreciation	<u>(14,427,692)</u>	<u>(1,179,684)</u>	<u>-</u>	<u>(15,607,376)</u>		
Net depreciable assets	<u>15,835,452</u>	<u>(1,159,170)</u>	<u>-</u>	<u>14,676,282</u>		
Net capital assets	<u>\$ 16,945,032</u>	<u>\$ 97,965</u>	<u>\$ -</u>	<u>\$ 17,042,997</u>		

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 - CAPITAL ASSETS (CONT'D)

Depreciation expense was charged to function and programs based on their usage of the related assets. The amounts allocated to each function or program were as follows:

Governmental Activities:

General government	\$ 279,354
Public work	29,296
Parks and recreation	208,030
Public safety	520,421
Streets and roads	<u>1,137,382</u>
Total depreciation expense	<u>\$ 2,174,483</u>

Business-type Activities:

Water	\$ 604,600
Sewer	<u>575,084</u>
Total depreciation expense	<u>\$ 1,179,684</u>

NOTE 6 - DEFERRED INFLOWS OF RESORCES

As of June 30, 2023, deferred inflows of resources were reported on the Balance Sheet - Governmental Funds, consisted of the following:

	<u>Unavailable Revenues</u>	<u>Unearned Revenues</u>
Major fund:		
Home grant fund	\$ 6,484,915	\$ -
Housing fund	3,602,194	-
American recovery plan act fund	-	1,656,585
Nonmajor fund:		
CDBG fund	48,600	-
Community Outreach Fund	<u>-</u>	<u>25,366</u>
Total	<u>\$ 10,135,709</u>	<u>\$ 1,681,951</u>

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – LONG-TERM LIABILITIES

A. Loans Payable

On December 30, 2015, the lease was refunded by the 2015 Refunding Civic Center Lease. The refunding resulted in an overall debt service savings of \$188,247, and the net present value of the debt service savings, called an economic gain, amounted to \$169,357. Refunding also resulted in an accounting loss of \$31,165, which is amortized over the life of the 2015 lease. The refunding lease accrues interest at 1.9 % and has semi-annual lease payments due December 30 and June 30 each year. Future minimum lease payments are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2024	\$ 175,138	\$ 7,433	\$ 182,571
2025	178,481	4,089	182,570
2026	<u>81,366</u>	<u>773</u>	<u>82,139</u>
Total	<u>\$ 434,985</u>	<u>\$ 12,295</u>	<u>\$ 447,280</u>

On December 10, 2015, the City entered into a lease agreement with PNC Equipment Finance, LLC. The lease proceeds were used for the acquisition and installation of an energy conservation project. The lease amount was \$4,120,377 and accrues interest at 3.163 %. The lease is secured by all equipment under the lease, and the moneys and investments are held in the escrow fund. Semi-annual lease payments are due June 10 and December 10 of each year, commencing on December 10, 2016. Future minimum lease payments are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2024	\$ 287,695	\$ 86,155	\$ 373,850
2025	311,973	76,935	388,908
2026	337,608	66,942	404,550
2027	364,668	56,134	420,802
2028	393,223	44,465	437,688
2029-2031	<u>1,120,847</u>	<u>54,042</u>	<u>1,174,889</u>
Total	<u>\$ 2,816,014</u>	<u>\$ 384,673</u>	<u>\$ 3,200,687</u>

On September 30, 2016, the City entered into a lease agreement with PNC Equipment Finance, LLC. The lease proceeds were used for the acquisition and installation of an energy conservation project. The amount of the lease was \$2,163,836 and accrues interest at 2.782%. The lease is secured by all equipment under the lease, and the moneys and investments are held in the escrow fund. Semi-annual lease payments are due June 10 and December 10 of each year, commencing June 10, 2017. Future minimum lease payments are as shown:

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – LONG-TERM LIABILITIES (CONT'D)

A. Loans Payable (Cont'd)

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 135,625	\$ 36,027	\$ 171,652
2025	143,028	32,202	175,230
2026	150,604	28,170	178,774
2027	158,352	23,926	182,278
2028	166,269	19,465	185,734
2029-2031	<u>567,762</u>	<u>27,685</u>	<u>595,447</u>
Total	<u>\$ 1,321,640</u>	<u>\$ 167,475</u>	<u>\$ 1,489,115</u>

On March 14, 2019, the City entered into a lease agreement with Motorola Solutions, Inc. The lease proceeds were used to purchase Police radios. The amount of the lease was \$200,329 and accrues at 5.220%. Annual payments are due each year commencing March 2020. Future minimum lease payments are as follows:

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	<u>\$ 44,344</u>	<u>\$ 2,371</u>	<u>\$ 46,715</u>
Total	<u>\$ 44,344</u>	<u>\$ 2,371</u>	<u>\$ 46,715</u>

On February 1, 2019, the City entered into a lease agreement with KS State Bank. The lease proceeds were used to purchase a citywide surveillance system. The amount of the lease was \$1,161,397 and accrues at 4.13%. Payments of \$21,628 are due monthly commencing February 2019. Future minimum lease payments are as follows:

<u>Fiscal Year</u> <u>Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	<u>\$ 154,041</u>	<u>\$ 7,506</u>	<u>\$ 161,547</u>
Total	<u>\$ 154,041</u>	<u>\$ 7,506</u>	<u>\$ 161,547</u>

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – LONG-TERM LIABILITIES (CONT'D)

B. California Infrastructure and Economic Development Bank Loan Agreement

In September 2006, the City entered into two direct borrowing loan agreements with the California Infrastructure and Economic Development Bank (CIEDB). The agreements provide financing for two projects within the City: the 10th Street Water Expansion Project and the Wastewater Treatment Plant Expansion. The Water Expansion Project financing agreement is \$3,700,000 and the Wastewater Plant Expansion financing agreement is \$2,360,000. The loans were at an interest rate of 3.15% with semiannual payments due in August and February of each year.

The future minimum payment obligation for the Water Plant Expansion loan agreement at June 30, 2023, is as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2024	\$ 117,454	\$ 62,013	\$ 179,467
2025	121,154	58,254	179,408
2026	124,970	54,378	179,348
2027	128,907	50,379	179,286
2028	132,967	46,255	179,222
2029-2033	730,365	164,714	895,079
2034-2037	<u>671,560</u>	<u>43,128</u>	<u>714,688</u>
Total	<u>\$ 2,027,377</u>	<u>\$ 479,121</u>	<u>\$ 2,506,498</u>

The future minimum payment obligation for the Wastewater Plant Expansion loan agreement at June 30, 2023, is as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2024	\$ 81,182	\$ 42,862	\$ 124,044
2025	83,739	40,264	124,003
2026	86,377	37,585	123,962
2027	89,098	34,821	123,919
2028	91,905	31,971	123,876
2029-2033	504,815	113,847	618,662
2034-2037	<u>464,170</u>	<u>29,809</u>	<u>493,979</u>
Total	<u>\$ 1,401,286</u>	<u>\$ 331,159</u>	<u>\$ 1,732,445</u>

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 – LONG-TERM LIABILITIES (CONT'D)

C. Compensated Absences

Governmental Accounting Standards Board Statement No. 16 identifies certain items that should be accrued as a liability as benefits are earned by employees, but only to the extent it is probable that the employer will compensate the employees for the benefits through cash payments conditioned on the employee's termination or retirement.

The City's employees accumulate earned but unused benefits, which can be converted to cash at termination of employment. The non-current portion of these vested benefits, payable in accordance with various collective bargaining agreements, at June 30, 2023, total \$880,850 for governmental activities.

NOTE 8 - CHANGES IN LONG-TERM LIABILITIES

The following is a summary of long-term liability activities for the fiscal year ended June 30, 2023:

	<u>Balance</u> <u>July 01, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Due Within</u> <u>One Year</u>
Governmental activities:					
Loans payable	\$ 4,150,871	\$ -	\$ 701,487	\$ 3,449,384	\$ 661,218
Net pension liability	2,706,977	3,955,803	-	6,662,780	-
Compensated absences	<u>640,064</u>	<u>240,786</u>	<u>-</u>	<u>880,850</u>	<u>-</u>
Total	<u>\$ 7,497,912</u>	<u>\$ 4,196,589</u>	<u>\$ 701,487</u>	<u>\$ 10,993,014</u>	<u>\$ 661,218</u>
Business-type activities:					
CIEDB water loan - direct borrowing	2,141,244	-	113,867	2,027,377	117,454
CIEDB sewer loan - direct borrowing	1,479,989	-	78,703	1,401,286	81,182
Loans payable	1,450,036	-	128,396	1,321,640	135,625
Net pension liability	<u>70,630</u>	<u>80,451</u>	<u>-</u>	<u>151,081</u>	<u>-</u>
Total	<u>\$ 5,141,899</u>	<u>\$ 80,451</u>	<u>\$ 320,966</u>	<u>\$ 4,901,384</u>	<u>\$ 334,261</u>

NOTE 9 - DEFERRED OUTFLOWS OF RESOURCES - DEBT REFUNDING

At June 30, 2023, deferred outflows of resources relating to debt refunding, reported in the statement of net position consisted of the following:

	<u>Governmental</u> <u>Activities</u>
Deferred charge on refunding	<u>\$ 7,531</u>

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 - INTERFUND TRANSACTIONS

Interfund transactions are reported as either advances, services provided, reimbursements, or transfers. Advances are reported as interfund receivables and payables, as appropriate, and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers among governmental funds are netted as part of the reconciliation to the government-wide financial statements.

A. Transfers In/Out

Individual transfers made in the fiscal year ended June 30, 2023, are as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Major governmental funds:		
General fund	\$ 1,753,171	\$ (500,000)
Fire fund	500,000	-
Capital Projects fund	221,367	-
American Recovery Plan Act Fund	-	(438,515)
Nonmajor governmental funds:	287,486	(2,009,538)
Propriety funds	<u>1,913,515</u>	<u>(1,727,486)</u>
Total	<u>\$ 4,675,539</u>	<u>\$ (4,675,539)</u>

B. Due To/From Other Funds

Individual fund interfund receivable and payable balances at June 30, 2023, are as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
Major governmental funds:		
General fund	\$ 8,069,682	\$ (47,842)
Traffic impact fund	3,739,136	-
Housing fund	57,743	-
American recovery plan act fund	1,300,279	-
Fire fund	-	(3,319,346)
Nonmajor governmental funds:	-	(2,383,016)
Propriety funds:		
Internal service fund	-	(7,456,883)
Water fund	25,761	(86,868)
Sewar fund	22,081	(811,485)
Fiduciary funds:		
RDA Successor Agency Admin Fund	5,260,480	-
RDA Successor Agency Debt Service Fund	<u>-</u>	<u>(4,369,722)</u>
Total	<u>\$ 18,475,162</u>	<u>\$ (18,475,162)</u>

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10 - INTERFUND TRANSACTIONS (CONT'D)

C. Advances Receivable and Payable

Advances receivable and payable constitute long-term borrowing between funds. Individual advances receivable and payable balances at June 30, 2023, are as follows:

<u>Fund</u>	<u>Advances Receivables</u>	<u>Advances Payables</u>
Major governmental funds:		
General fund	\$ 1,895,701	\$ -
General facilities impact fund	-	(1,895,701)
Nonmajor governmental funds:		
Debt service fund	1,379,815	-
Proprietary funds:		
Water fund	-	(467,215)
Sewer funds	-	(912,600)
Total	<u>\$ 3,275,516</u>	<u>\$ (3,275,516)</u>

NOTE 11 - PENSION PLAN

A. General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the City's separate Safety (Police & Fire) and Miscellaneous Employee Pension Plans, cost-sharing multiple employer defined benefit plans administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS' website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits.

All members are eligible for non-duty disability benefits after 10 years of service. The 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.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 - PENSION PLAN (CONT'D)

A. General Information about the Pension Plans (Cont'd)

The Plans provisions and benefits in effect at June 30, 2023, are summarized as follows:

	<u>Miscellaneous</u>		<u>Safety</u>			
	<u>Prior to January 1, 2013</u>	<u>On or after January 1, 2013</u>	<u>Police</u>		<u>Fire</u>	
	<u>Prior to January 1, 2013</u>	<u>On or after January 1, 2013</u>	<u>Prior to January 1, 2013</u>	<u>On or after January 1, 2013</u>	<u>Prior to January 1, 2013</u>	<u>On or after January 1, 2013</u>
Hire date						
Benefit formula	2% at 55	2% at 62	2% at 50	2.7% at 57	2% at 50	2.7% at 57
Benefit vesting schedule	5 years service	5 years service	5 years of service	5 years of service	5 years of service	5 years of service
Benefit payments	Monthly for life	Monthly for life	Monthly for life	Monthly for life	Monthly for life	Monthly for life
Retirement age	50-63	52-67	50-55	50-57	50-55	50-57
Monthly benefits, as a % of eligible compensation	1.426%-2.418%	1.0% to 2.5%	2.0% to 2.7%	2.0% to 2.7%	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	7%	7.75%	9%	13.75%	9%	13.75%
Required employer contribution rates	10.32%+238,735	7.47%+6,596	18.17%+240,134	12.78%+12,429	20.64%+16,767	12.78%+12,429

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on July 1 following notice of a change in the rate. Funding contributions for the Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Contributions to the pension plan from the City during the 2022-23 fiscal year were \$536,495 for the miscellaneous plan and \$720,845 for the safety plan.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 - PENSION PLAN (CONT'D)

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

At June 30, 2023, the City reported a liability of \$3,113,176 for the miscellaneous plan and \$3,700,685 for the safety plan for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021, rolled forward to June 30, 2022, using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all pension plan participants, actuarially determined. At June 30, 2023, the City's proportionate share of the net pension liability for each Plan as of June 30, 2023, and June 30, 2022, was as shown below:

	<u>Miscellaneous</u>		<u>Safety</u>	
Proportion - June 30, 2022	0.07143	%	0.04050	%
Proportion - June 30, 2023	<u>0.06653</u>	<u>%</u>	<u>0.05386</u>	<u>%</u>
Changes - Increase (Decrease)	<u>(0.00490)</u>	<u>%</u>	<u>0.01336</u>	<u>%</u>

For the fiscal year ended June 30, 2023, the City recognized pension expense of \$375,211. Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits.

At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the sources on the following page:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 215,677	\$ (82,059)
Changes of assumptions	692,151	-
Net difference between projected and actual earnings on retirement plan investments	1,154,641	-
Changes in proportion and differences between City contributions and proportionate share of contributions	30,048	(146,144)
Adjustment due to differences in proportion	543,767	(5,261)
City contributions subsequent to the measurement date	<u>1,257,340</u>	<u>-</u>
Total	<u>\$ 3,893,624</u>	<u>\$ (233,464)</u>

Deferred outflows of resources and deferred inflows of resources above represent the unamortized portion of changes to net pension liability, to be recognized in future periods in a systematic and rational manner. \$1,257,340 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2024.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 - PENSION PLAN (CONT'D)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Cont'd)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the pension expenses as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Amount</u>
2024	\$ 798,726
2025	600,165
2026	298,659
2027	<u>705,270</u>
Total	<u>\$ 2,402,820</u>

Actuarial Assumptions

The total pension liability in the June 30, 2021, actuarial valuation was determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Safety</u>
Valuation date	June 30, 2021	June 30, 2021
Measurement date	June 30, 2022	June 30, 2022
Actuarial cost method	Entry-age normal	Entry-age normal
Actuarial assumptions:		
Discount rate	6.90%	6.90%
Inflation	2.30%	2.30%
Payroll growth	2.75%	2.75%
Projected salary increases	Varies by entry age and service	Varies by entry age and service
Investment rate of return	6.90%	6.90%
Mortality	Derived using CalPERS' membership data for all funds (1)	Derived using CalPERS' membership data for all funds (1)

(1) The mortality table was developed based on CalPERS-specific data. The rates incorporate Generational Mortality to capture ongoing mortality improvement using 80% of Scale MP 2020 published by the Society of Actuaries. For more details, please refer to the 2021 experience study report.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 - PENSION PLAN (CONT'D)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Cont'd)

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. To determine whether the municipal bond rate should be used in the calculation of a discount rate for public agency plans (including PERF C), CalPERS stress tested plans that would be most likely to result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing of the plans, the tests revealed the assets would not run out. Therefore, the current 6.90% discount rate is appropriate, and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 6.90% is applied to all plans in the Public Employees Retirement Fund, including PERF C. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

On November 17, 2021, the board adopted a new strategic asset allocation with the new capital market assumptions, economic assumptions, and administrative expense assumptions support a discount rate of 6.90% (net of investment expense but without a reduction for administrative expense) for financial reporting purposes. This includes a reduction in the price inflation assumption from 2.50% to 2.30%, as recommended in the November 2021 CalPERS' Experience Study and Review of Actuarial Assumptions. This study also recommended modifications to retirement rates, termination rates, mortality rates, and rates of salary increases that were adopted by the board. These new assumptions are reflected in the GASB Statement No. 68 accounting valuation reports for the June 30, 2022, measurement date. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net 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 long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits were calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of 1%.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 - PENSION PLAN (CONT'D)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Cont'd)

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

<u>Asset Class</u>	<u>Asset Allocation</u>	<u>Real Return Years 1¹ 2</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 Corporate	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	<u>(5.00%)</u>	(0.59%)
Total	<u>100.00%</u>	

- 1) An expected inflation of 2.30% was used for this period.
- 2) Figures are based on the 2021-22 Asset Liability Management study.

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

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

	<u>Miscellaneous</u>	<u>Safety</u>
1% decrease	5.90 %	5.90 %
Net pension liability	\$ 4,912,903	\$ 5,990,984
Current discount rate	6.90 %	6.90 %
Net pension liability	\$ 3,113,176	\$ 3,700,685
1% increase	7.90 %	7.90 %
Net pension liability	\$ 1,632,448	\$ 1,828,883

Pension Plan Fiduciary Net Position

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

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 - PENSION PLAN (CONT'D)

C. Payable to the Pension Plan

At June 30, 2023, the City had no amount outstanding for contributions to the pension plan required for the fiscal year ended June 30, 2023.

NOTE 12 - LEASES RECEIVABLE

In March of 2014, the City entered into a lease with AT&T (New Cingular Wireless PCS, LLC) for a cell site on Oak Avenue. Under the lease, AT&T agreed to pay the City \$30,000 a year with annual 3% increases on April 5 of each year through April 2040. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discount rate of 1.5%, which is the implicit rate used for the agreement. In fiscal year 2023, the City recognized \$28,060 of lease revenue and \$11,083 of interest revenue under the lease, with a lease receivable remaining of \$712,228 as of June 30, 2023.

In April 2021, the City entered into a lease with the County of Monterey for office space for the 3rd District Supervisor's Office in the City Hall. Under the lease, the County of Monterey agreed to pay the City \$1,625 per month through December 31, 2022, which has subsequently been extended for a 4-year term. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discount rate of 0.9%, which is the implicit rate used for the agreement. In fiscal year 2023, the City recognized \$18,804 of lease revenue and \$696 of interest revenue under the lease, with a lease receivable remaining of \$67,161 as of June 30, 2023.

NOTE 13 - LIABILITY, WORKERS' COMPENSATION, AND PURCHASED INSURANCE

A. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City of Greenfield is a member of the Monterey Bay Area Self Insurance Authority (the "Authority"). The Authority is composed of 10 California public entities and is organized under a joint power agreement pursuant to California Government Code §6500 et. seq. The purpose of the Authority is to coordinate and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage.

B. Self-Insurance Programs of the Authority

General Liability – The City is self-insured for the first \$10,000 of each liability claim. Claims above \$10,000 up to \$1 million are paid by the Authority. Claims above \$1 million are covered by California Affiliated Risk Management Authorities, purchased by the Authority.

Workers Compensation – The City does not retain a self-insured portion of workers' compensation claims. Annual premiums for coverage up to statutory levels are paid to the Authority based on the level of claims activity. A third-party administrator is contracted by the Authority to manage claims activity.

C. Purchased Insurance

Property Insurance –The City purchases all-risk property coverage through a commercial insurance agency. The program limit is \$1,000,000,000.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 13 - LIABILITY, WORKERS' COMPENSATION, AND PURCHASED INSURANCE (CONT'D)

D. Adequacy of Protection

During the past three fiscal (claims) years, none of the above programs of protection have had settlements or judgements that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage from coverage in the prior fiscal year.

NOTE 14 - CONTINGENCIES AND COMMITMENTS

Legal

The City is involved in various litigations. In the opinion of management and legal counsel, the disposition of all litigation pending will not have a material effect on the City's financial statements.

Grant Programs

The City has received State and Federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursements will not be material.

Construction and Other Significant Commitments

There were no construction contingencies as of June 30, 2023.

NOTE 15 – REVENUE LIMITATIONS IMPOSED BY CALIFORNIA PROPOSITION 218

Proposition 218, which was approved by the voters in November 1996, regulates the City's ability to impose, increase, and extend taxes, assessments, and fees. Any new, increased, or extended taxes, assessments, and fees subject to the provisions of Proposition 218, require voter's approval before they can be implemented. Additionally, Proposition 218 provides that these taxes, assessments, and fees are subject to the voter's initiative process and may be rescinded in future years by the voters.

NOTE 16 – SUCCESSOR AGENCY

2016 Tax Allocation Refunding Bonds

On January 27, 2016, the Successor Agency issued \$17,915,000 in Tax Allocation Refunding Bonds at interest rates ranging from 3.625 to 6.0 %. The proceeds of the bonds were used to refund the 2002 and 2006 Tax Allocation Bonds. The refunding was completed to realize net present value savings related to the prior bonds. Principal payment will be due each February 1, commencing in February 2017. Interest will be payable semiannually on August 1 and February 1 each year. The bonds mature in 2036. The refunding resulted in an overall debt service savings of \$5,035,708, and the net present value of the debt service savings, called an economic gain, amounted to \$3,878,147. On January 27, 2016, the Successor Agency deposited \$1,323,209 for the 2002 Tax Allocation Bonds in an irrevocable trust with an escrow agent to provide funds for the future debt service on the refunded bonds. The 2002 Tax Allocation Bonds were then paid in full from the escrow account on August 1, 2016.

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 16 – SUCCESSOR AGENCY (CONT'D)

As of June 30, 2023, the principal balance outstanding was \$12,475,000. The future minimum payment obligation for the bonds payable at June 30, 2023, are as follows:

For the Year Ended June 30	Principal	Future Interest	Total
2024	\$ 860,000	\$ 473,031	\$ 1,333,031
2025	790,000	438,631	1,228,631
2026	740,000	407,031	1,147,031
2027	785,000	377,431	1,162,431
2028	1,165,000	346,031	1,511,031
2028 - 2032	3,255,000	885,725	4,140,725
2033 - 2036	<u>4,880,000</u>	<u>337,762</u>	<u>5,217,762</u>
Totals	<u>\$ 12,475,000</u>	<u>\$ 3,265,642</u>	<u>\$ 15,740,642</u>

Changes in Long-Term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2023, was as follows:

	July 01, 2022	Additions/ (Deletions)	June 30, 2023	Due within One Year
2016 Tax Allocation Bonds	\$ 13,375,000	\$ (900,000)	\$ 12,475,000	\$ 860,000
Add: Bond Premium	<u>922,618</u>	<u>(67,923)</u>	<u>854,695</u>	<u>67,923</u>
	<u>\$ 14,297,618</u>	<u>\$ (967,923)</u>	<u>\$ 13,329,695</u>	<u>\$ 927,923</u>

NOTE 17 – EXCESS EXPENDITURES OVER APPROPRIATIONS

	Amount
General Fund:	
Public work	\$ 11,098
Public safety	\$ 61,674
Supplemental Transactions and Use Tax Fund:	
Parks and recreation	\$ 79,015
Community development	\$ 3,116
Fire Fund:	
Public safety	\$ 153,753

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 18 - RESTATEMENT

During the financial statement review, certain prior-year misstatements were identified and adjusted to ensure accurate financial reporting. The restatements, along with their reasons, are detailed below:

Internal Service Fund

In prior years, accumulated depreciation was understated, leading to an overstatement of net position by \$26,681. This misstatement occurred due to depreciation expenses not being fully recorded. The adjustment corrects the net position to reflect the appropriate depreciation of assets.

General Fund

In prior years, deposit payable was understated, leading to an overstatement of fund balance by \$164,252. This misstatement occurred due to deposit liabilities not being properly recorded.

Governmental Activities

The misstatements in the fund financial statements had a cumulative impact on governmental activities, resulting in an overstatement of net position by \$1,697,185. This includes \$1,532,933 due to understated accumulated depreciation and \$164,252 due to understated deposit payable.

Fiduciary Fund

In prior years, deferred revenue was overstated, leading to an understatement of net position by \$735,491. This misstatement occurred because amounts classified as deferred revenue should have been recognized as revenue in prior periods.

These restatements have been made to reflect accurate financial data and ensure compliance with accounting standards.

	<u>Government - Wide Activities</u>	<u>Government al Activities Internal Service Fund</u>	<u>General Fund</u>	<u>RDA Successor Agency Admin Fund</u>
Beginning net position, and fund balance	\$ 60,217,516	\$(4,794,708)	\$ 8,816,867	\$ 4,517,023
Accumulated depreciation related to capital assets	(1,532,933)	(26,681)	-	-
Deposit payable	(164,252)	-	(164,252)	-
Deferred revenue	-	-	-	735,491
Beginning net position, and fund balance - <i>restated</i>	<u>\$ 58,520,331</u>	<u>\$(4,821,389)</u>	<u>\$ 8,652,615</u>	<u>\$ 5,252,514</u>

CITY OF GREENFIELD
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 19 - SUBSEQUENT EVENTS

Management evaluated subsequent events through March 4, 2025, which represents the date the financial statements were available for issuance, for events requiring recording or disclosure in the financial statements, and concluded that no subsequent event has occurred that requires disclosure in the notes to the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive- (Negative)
Revenues				
Taxes and assessments	\$ 6,908,849	\$ 7,054,849	\$ 8,884,668	\$ 1,829,819
Licenses and permits	543,500	545,500	340,218	(205,282)
Fines and penalties	1,800	4,800	6,010	1,210
Use of money and property	43,000	43,000	81,035	38,035
Intergovernmental revenues	46,471	2,472,215	1,083,156	(1,389,059)
Charges for services	3,278,711	3,563,311	4,149,052	585,741
Other revenue	<u>160,054</u>	<u>121,520</u>	<u>123,500</u>	<u>1,980</u>
Total revenues	<u>10,982,385</u>	<u>13,805,195</u>	<u>14,667,639</u>	<u>862,444</u>
Expenditures				
Current:				
General government	4,241,948	4,430,958	4,101,596	329,362
Public work	197,748	242,898	253,996	(11,098)
Building and planning	1,336,753	1,427,909	1,227,806	200,103
Parks and recreation	677,632	680,874	526,742	154,132
Public safety	3,166,099	3,295,895	3,357,569	(61,674)
Streets and roads	490,043	496,397	356,354	140,043
Housing	<u>132,847</u>	<u>1,053,147</u>	<u>766,488</u>	<u>286,659</u>
Total expenditures	<u>10,243,070</u>	<u>11,628,078</u>	<u>10,590,551</u>	<u>1,037,527</u>
Excess/(deficiency) of revenues over/(under) expenditures	<u>739,315</u>	<u>2,177,117</u>	<u>4,077,088</u>	<u>1,899,971</u>
Other Financing Sources/(Uses)				
Interfund transfers				
Transfers in	500,000	523,100	1,753,171	1,230,071
Transfers out	<u>(1,102,416)</u>	<u>(2,328,160)</u>	<u>(500,000)</u>	<u>1,828,160</u>
Net financing sources/(uses)	<u>(602,416)</u>	<u>(1,805,060)</u>	<u>1,253,171</u>	<u>3,058,231</u>
Net change in fund balance	136,899	372,057	5,330,259	4,958,202
Fund balance - beginning of year	8,816,867	8,816,867	8,816,867	-
<i>Restatement</i>	<u>-</u>	<u>-</u>	<u>(164,252)</u>	<u>(164,252)</u>
Fund balance - end of year	<u>\$ 8,953,766</u>	<u>\$ 9,188,924</u>	<u>\$ 13,982,874</u>	<u>\$ 4,793,950</u>

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
HOME GRANT SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive- (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property	\$ -	\$ -	\$ 1,530	\$ 1,530
Charges for services	<u>50,000</u>	<u>50,000</u>	<u>27,700</u>	<u>(22,300)</u>
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>29,230</u>	<u>(20,770)</u>
Net change in fund balance	50,000	50,000	29,230	(20,770)
Fund balance - beginning of year	<u>179,476</u>	<u>179,476</u>	<u>179,476</u>	<u>-</u>
Fund balance - end of year	<u>\$ 229,476</u>	<u>\$ 229,476</u>	<u>\$ 208,706</u>	<u>\$ (20,770)</u>

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
TRAFFIC IMPACT FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive- (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property	\$ 52,000	\$ 52,000	\$ 34,869	\$ (17,131)
Charges for services	<u>156,000</u>	<u>156,000</u>	<u>142,642</u>	<u>(13,358)</u>
Total revenues	<u>208,000</u>	<u>208,000</u>	<u>177,511</u>	<u>(30,489)</u>
Other Financing Sources/(Uses)				
Interfund transfers				
Transfers out	<u>-</u>	<u>(23,100)</u>	<u>-</u>	<u>23,100</u>
Net financing sources/(uses)	<u>-</u>	<u>(23,100)</u>	<u>-</u>	<u>23,100</u>
Net change in fund balance	208,000	184,900	177,511	(7,389)
Fund balance - beginning of year	<u>4,635,753</u>	<u>4,635,753</u>	<u>4,635,753</u>	<u>-</u>
Fund balance - end of year	<u>\$ 4,843,753</u>	<u>\$ 4,820,653</u>	<u>\$ 4,813,264</u>	<u>\$ (7,389)</u>

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FACILITIES IMPACT FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive- (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property	\$ 78	\$ 78	\$ 847	\$ 769
Charges for services	<u>12,480</u>	<u>12,480</u>	<u>9,870</u>	<u>(2,610)</u>
Total revenues	<u>12,558</u>	<u>12,558</u>	<u>10,717</u>	<u>(1,841)</u>
Net change in fund balance	12,558	12,558	10,717	(1,841)
Fund balance - beginning of year	<u>(1,790,945)</u>	<u>(1,790,945)</u>	<u>(1,790,945)</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ (1,778,387)</u></u>	<u><u>\$ (1,778,387)</u></u>	<u><u>\$ (1,780,228)</u></u>	<u><u>\$ (1,841)</u></u>

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
HOUSING FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive- (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property	\$ 1,500	\$ 1,500	\$ 2,245	\$ 745
Charges for services	<u>-</u>	<u>-</u>	<u>35,906</u>	<u>35,906</u>
Total revenues	<u>1,500</u>	<u>1,500</u>	<u>38,151</u>	<u>36,651</u>
Net change in fund balance	1,500	1,500	38,151	36,651
Fund balance - beginning of year	<u>1,227,113</u>	<u>1,227,113</u>	<u>1,227,113</u>	<u>-</u>
Fund balance - end of year	<u>\$ 1,228,613</u>	<u>\$ 1,228,613</u>	<u>\$ 1,265,264</u>	<u>\$ 36,651</u>

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
SUPPLEMENTAL TRANSACTIONS AND USE TAX FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive- (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and assessments	\$ 3,485,910	\$ 3,485,910	\$ 3,400,268	\$ (85,642)
Use of money and property	<u>-</u>	<u>-</u>	<u>5,586</u>	<u>5,586</u>
Total revenues	<u>3,485,910</u>	<u>3,485,910</u>	<u>3,405,854</u>	<u>(80,056)</u>
Expenditures				
Current:				
Parks and recreation	243,595	428,595	507,610	(79,015)
Community development	318,635	243,839	246,955	(3,116)
Public safety	<u>3,415,375</u>	<u>3,288,728</u>	<u>2,712,901</u>	575,827
Total expenditures	<u>3,977,605</u>	<u>3,961,162</u>	<u>3,467,466</u>	<u>493,696</u>
Net change in fund balances	(491,695)	(475,252)	(61,612)	413,640
Fund balance - beginning of year	<u>1,246,332</u>	<u>1,246,332</u>	<u>1,246,332</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ 754,637</u></u>	<u><u>\$ 771,080</u></u>	<u><u>\$ 1,184,720</u></u>	<u><u>\$ 413,640</u></u>

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
AMERICAN RECOVERY ACT PLAN FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		<u>Positive- (Negative)</u>
Revenues				
Use of money and property	\$ -	\$ -	\$ 21,646	\$ 21,646
Intergovernmental revenue	-	-	<u>438,515</u>	<u>438,515</u>
Total revenues	<u>-</u>	<u>-</u>	<u>460,161</u>	<u>460,161</u>
Expenditures				
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess/(deficiency) of revenues over/(under) expenditures	<u>-</u>	<u>-</u>	<u>460,161</u>	<u>(460,161)</u>
Other Financing Sources/(Uses)				
Interfund transfers				
Transfers out	-	(1,250,000)	(438,515)	811,485
Net financing sources/(uses)	<u>-</u>	<u>(1,250,000)</u>	<u>(438,515)</u>	<u>351,324</u>
Net change in fund balance	-	(1,250,000)	21,646	1,271,646
Fund balance - beginning of year	<u>2,086,053</u>	<u>2,086,053</u>	<u>2,086,053</u>	<u>-</u>
Fund balance - end of year	<u>\$ 2,086,053</u>	<u>\$ 836,053</u>	<u>\$ 2,107,699</u>	<u>\$ 1,271,646</u>

CITY OF GREENFIELD
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FIRE FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive- (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and assessments	\$ 1,130,272	\$ 1,130,272	\$ 1,256,142	\$ 125,870
Charges for service	-	-	7,940	7,940
Other revenue	<u>1,082</u>	<u>51,082</u>	<u>112,461</u>	<u>61,379</u>
Total revenues	<u>1,131,354</u>	<u>1,181,354</u>	<u>1,376,543</u>	<u>195,189</u>
Expenditures				
Current:				
Public safety	<u>1,818,629</u>	<u>2,272,023</u>	<u>2,425,776</u>	<u>(153,753)</u>
Total expenditures	<u>1,818,629</u>	<u>2,272,023</u>	<u>2,425,776</u>	<u>(153,753)</u>
Excess/(deficiency) of revenues over/(under) expenditures	<u>(687,275)</u>	<u>(1,090,669)</u>	<u>(1,049,233)</u>	<u>41,436</u>
Other Financing Sources/(Uses)				
Interfund transfers				
Transfers in	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>-</u>
Net financing sources/(uses)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>-</u>
Net change in fund balance	(187,275)	(590,669)	(549,233)	41,436
Fund balance - beginning of year	<u>(2,525,168)</u>	<u>(2,525,168)</u>	<u>(2,525,168)</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ (2,712,443)</u></u>	<u><u>\$ (3,115,837)</u></u>	<u><u>\$ (3,074,401)</u></u>	<u><u>\$ 41,436</u></u>

CITY OF GREENFIELD
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2023

	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Proportion of the net pension liability	0.05899%	0.05136%	0.05172%
Proportionate share of the net pension liability	\$ 6,813,860	\$ 2,777,607	\$ 5,627,600
Covered payroll	\$ 6,339,241	\$ 6,236,679	\$ 5,686,703
Proportionate share of the net pension liability as a percentage of its covered payroll	107.49%	44.54%	98.96%
Plan's total pension liability	\$49,525,975,138	\$46,174,942,264	\$43,702,930,887
Plan's fiduciary net position	\$37,975,170,163	\$40,766,653,876	\$32,822,501,335
Plan fiduciary net position as a percentage of the total pension liability	76.67%	88.29%	75.10%

Notes to Schedule:

- 1) There were no changes in assumptions or benefit terms for the fiscal year ended June 30, 2023.
- 2) Fiscal year 2015 was the 1st year of implementation, therefore only nine years are shown.

CITY OF GREENFIELD
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2023

	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Proportion of the net pension liability	0.04927%	0.04705%	0.04690%
Proportionate share of the net pension liability	\$ 5,048,823	\$ 4,533,621	\$ 4,651,302
Covered payroll	\$ 4,353,466	\$ 3,518,990	\$ 3,265,209
Proportionate share of the net pension liability as a percentage of its covered payroll	115.97%	128.83%	142.45%
Plan's total pension liability	\$41,426,453,489	\$38,944,855,364	\$37,161,348,322
Plan's fiduciary net position	\$31,179,414,067	\$29,308,589,559	\$27,244,095,376
Plan fiduciary net position as a percentage of the total pension liability	75.26%	75.26%	73.31%

CITY OF GREENFIELD
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED JUNE 30, 2023

	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Proportion of the net pension liability	0.04679%	0.04668%	0.05027%
Proportionate share of the net pension liability	\$ 4,048,963	\$ 3,204,311	\$ 3,128,406
Covered payroll	\$ 2,635,921	\$ 2,393,628	\$ 2,584,718
Proportionate share of the net pension liability as a percentage of its covered payroll	153.61%	133.87%	121.03%
Plan's total pension liability	\$33,358,627,624	\$31,771,217,402	\$30,829,966,631
Plan's fiduciary net position	\$24,705,532,291	\$24,907,305,871	\$24,607,502,515
Plan fiduciary net position as a percentage of the total pension liability	74.06%	78.40%	79.82%

CITY OF GREENFIELD
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>June 30, 2023</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Contractually required contribution (actuarially determined)	\$ 1,257,340	\$ 1,184,958	\$ 1,129,272
Contributions in relation to the actuarially determined contribution	<u>1,257,340</u>	<u>1,184,958</u>	<u>1,129,272</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 7,195,933	\$ 6,339,241	\$ 6,236,679
Contributions as a percentage of covered payroll	17.47%	18.69%	18.11%

Notes to Schedule:

- 1) There were no changes in assumptions or benefit terms for the fiscal year ended June 30, 2023.
- 2) Fiscal year 2015 was the 1st year of implementation, therefore only nine years are shown.

CITY OF GREENFIELD
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Contractually required contribution (actuarially determined)	\$ 968,743	\$ 708,616	\$ 639,408
Contributions in relation to the actuarially determined contribution	<u>968,743</u>	<u>708,616</u>	<u>639,408</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 5,686,703	\$ 4,353,466	\$ 3,518,990
Contributions as a percentage of covered payroll	17.04%	16.28%	18.17%

CITY OF GREENFIELD
SCHEDULE OF PENSION CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>June 30, 2017</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Contractually required contribution (actuarially determined)	\$ 582,791	\$ 515,413	\$ 440,014
Contributions in relation to the actuarially determined contribution	<u>582,791</u>	<u>515,413</u>	<u>440,014</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 3,265,209	\$ 2,635,921	\$ 2,393,628
Contributions as a percentage of covered payroll	17.85%	19.55%	18.38%

SUPPLEMENTARY INFORMATION

CITY OF GREENFIELD
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Supplemental Law Enforcement <u>Service Fund</u>	Police-Other Grants Fund	Gas Tax Fund	Park Impact Fund
ASSETS				
Cash and investment	\$ 101,708	\$ 126,147	\$ 2,650,076	\$ 961,417
Accounts receivable	16,666	-	81,321	-
Interest receivable	13	-	12	22
Notes receivable	-	-	-	-
Prepaid expenses	-	-	127	-
Advances receivable	-	-	-	-
Total assets	<u>118,387</u>	<u>126,147</u>	<u>2,731,536</u>	<u>961,439</u>
LIABILITIES				
Accounts payable	723	-	16,890	-
Accrued payroll	-	-	-	-
Due to other funds	-	-	-	-
Due to successor agency	-	-	-	-
Total liabilities	<u>723</u>	<u>-</u>	<u>16,890</u>	<u>-</u>
DEFERRED INFLOWS OF RESORCES				
Unavailable revenues	-	-	-	-
Unearned Revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	-	-	127	-
Restricted	117,664	126,147	2,714,519	961,439
Unassigned	-	-	-	-
Total fund balances (deficits)	<u>117,664</u>	<u>126,147</u>	<u>2,714,646</u>	<u>961,439</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 118,387</u>	<u>\$ 126,147</u>	<u>\$ 2,731,536</u>	<u>\$ 961,439</u>

CITY OF GREENFIELD
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>Police Impact Fund</u>	<u>Sewer Impact Fund</u>	<u>Community Center Impact Fund</u>	<u>Greenfield Science Workshop</u>
ASSETS				
Cash and investment	\$ 44,333	\$ 1,172,650	\$ 171,795	\$ -
Accounts receivable	-	-	-	100,841
Interest receivable	-	36	5	5
Notes receivable	-	-	-	-
Prepaid expenses	-	-	-	-
Advances receivable	-	-	-	-
Total assets	<u>44,333</u>	<u>1,172,686</u>	<u>171,800</u>	<u>100,846</u>
LIABILITIES				
Accounts payable	-	-	-	36,966
Accrued payroll	-	-	-	25,048
Due to other funds	-	-	-	656,780
Due to successor agency	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>718,794</u>
DEFERRED INFLOWS OF RESORCES				
Unavailable revenues	-	-	-	-
Unearned Revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	44,333	1,172,686	171,800	-
Unassigned	-	-	-	(617,948)
Total fund balances (deficits)	<u>44,333</u>	<u>1,172,686</u>	<u>171,800</u>	<u>(617,948)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 44,333</u>	<u>\$ 1,172,686</u>	<u>\$ 171,800</u>	<u>\$ 100,846</u>

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CITY OF GREENFIELD
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Lexington Square Assessment Fund	Terra Verde Assessment Fund	SMD #1 Fund	SMD #2 Fund
ASSETS				
Cash and investment	\$ 297,202	\$ 890,952	\$ 438,554	\$ 664,979
Accounts receivable	-	-	-	-
Interest receivable	13	33	17	16
Notes receivable	-	-	-	-
Prepaid expenses	90	310	-	-
Advances receivable	-	-	-	-
Total assets	<u>297,305</u>	<u>891,295</u>	<u>438,571</u>	<u>664,995</u>
LIABILITIES				
Accounts payable	2,872	17,254	1,033	1,033
Accrued payroll	1,275	1,548	1,275	(43)
Due to other funds	-	-	-	-
Due to successor agency	-	-	-	-
Total liabilities	<u>4,147</u>	<u>18,802</u>	<u>2,308</u>	<u>990</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	-	-	-	-
Unearned Revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	90	310	-	-
Restricted	293,068	872,183	436,263	664,005
Unassigned	-	-	-	-
Total fund balances (deficits)	<u>293,158</u>	<u>872,493</u>	<u>436,263</u>	<u>664,005</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 297,305</u>	<u>\$ 891,295</u>	<u>\$ 438,571</u>	<u>\$ 664,995</u>

CITY OF GREENFIELD
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Vintage Meadows LLMD #3 <u>Fund</u>	Vintage Meadows SMD #3 Fund	Measure X Fund	<u>CDBG Fund</u>
ASSETS				
Cash and investment	\$ 73,777	\$ 70,910	\$ 2,059,415	\$ 853,232
Accounts receivable	-	-	176,523	-
Interest receivable	-	-	-	2
Notes receivable	-	-	-	48,600
Prepaid expenses	-	-	-	-
Advances receivable	-	-	-	-
Total assets	<u>73,777</u>	<u>70,910</u>	<u>2,235,938</u>	<u>901,834</u>
LIABILITIES				
Accounts payable	600	200	-	-
Accrued payroll	-	-	-	-
Due to other funds	-	-	-	-
Due to successor agency	-	-	-	-
Total liabilities	<u>600</u>	<u>200</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESORCES				
Unavailable revenues	-	-	-	48,600
Unearned Revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,600</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	73,177	70,710	2,235,938	853,234
Unassigned	-	-	-	-
Total fund balances (deficits)	<u>73,177</u>	<u>70,710</u>	<u>2,235,938</u>	<u>853,234</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 73,777</u>	<u>\$ 70,910</u>	<u>\$ 2,235,938</u>	<u>\$ 901,834</u>

CITY OF GREENFIELD
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Assets Forfeiture/ Seizure Fund	Fire Impact Fund	CSA - 74 Fund	Water Impact Fund
ASSETS				
Cash and investment	\$ 7,935	\$ 76,841	\$ 40,930	\$ 4,354,531
Accounts receivable	-	260	473	-
Interest receivable	-	3	-	121
Notes receivable	-	-	-	-
Prepaid expenses	-	-	-	-
Advances receivable	-	-	-	-
Total assets	<u>7,935</u>	<u>77,104</u>	<u>41,403</u>	<u>4,354,652</u>
LIABILITIES				
Accounts payable	7,434	-	-	-
Accrued payroll	-	-	-	-
Due to other funds	-	-	-	-
Due to successor agency	-	-	-	-
Total liabilities	<u>7,434</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	-	-	-	-
Unearned Revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	501	77,104	41,403	4,354,652
Unassigned	-	-	-	-
Total fund balances (deficits)	<u>501</u>	<u>77,104</u>	<u>41,403</u>	<u>4,354,652</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,935</u>	<u>\$ 77,104</u>	<u>\$ 41,403</u>	<u>\$ 4,354,652</u>

CITY OF GREENFIELD
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Community Outreach Fund	Debt Service Fund	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and investment	\$ 128,158	\$ -	\$ 15,185,542
Accounts receivable	89,660	-	465,744
Interest receivable	-	-	298
Notes receivable	-	-	48,600
Prepaid expenses	-	-	527
Advances receivable	<u>-</u>	<u>1,379,815</u>	<u>1,379,815</u>
Total assets	<u>217,818</u>	<u>1,379,815</u>	<u>17,080,526</u>
LIABILITIES			
Accounts payable	19,745	-	104,750
Accrued payroll	-	-	29,103
Due to other funds	126,159	709,319	1,492,258
Due to successor agency	<u>-</u>	<u>890,758</u>	<u>890,758</u>
Total liabilities	<u>145,904</u>	<u>1,600,077</u>	<u>2,516,869</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenues	-	-	48,600
Unearned Revenue	<u>25,366</u>	<u>-</u>	<u>25,366</u>
Total deferred inflows of resources	<u>25,366</u>	<u>-</u>	<u>73,966</u>
FUND BALANCES			
Nonspendable	-	1,379,815	1,380,342
Restricted	46,548	-	15,327,374
Unassigned	<u>-</u>	<u>(1,600,077)</u>	<u>(2,218,025)</u>
Total fund balances (deficits)	<u>46,548</u>	<u>(220,262)</u>	<u>14,489,691</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 217,818</u>	<u>\$ 1,379,815</u>	<u>\$ 17,080,526</u>

CITY OF GREENFIELD

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Supplemental Law Enforcement Service Fund</u>	<u>Police-Other Grants Fund</u>	<u>Gas Tax Fund</u>	<u>Park Impact Fund</u>
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Use of money and property	712	778	19,901	7,047
Intergovernmental revenues	165,272	20,000	882,074	34,345
Charges for services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>165,984</u>	<u>20,778</u>	<u>901,975</u>	<u>41,392</u>
EXPENDITURES				
Current:				
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	-	-
Public safety	93,967	-	-	-
Streets and roads	-	-	144,248	-
Debt services:				
Principal	-	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>93,967</u>	<u>-</u>	<u>144,248</u>	<u>-</u>
Excess (deficiency) of revenue over (under) expenditures	<u>72,017</u>	<u>20,778</u>	<u>757,727</u>	<u>41,392</u>
OTHER FINANCING SOURCES/(USES)				
Transfers in	-	-	-	-
Transfer out	<u>(225,000)</u>	<u>-</u>	<u>(64,690)</u>	<u>-</u>
Net financing sources/Uses	<u>(225,000)</u>	<u>-</u>	<u>(64,690)</u>	<u>-</u>
Net change in fund balances	(152,983)	20,778	693,037	41,392
Fund balances - beginning of year	<u>270,647</u>	<u>105,369</u>	<u>2,021,609</u>	<u>920,047</u>
Fund balances - end of year	<u><u>\$ 117,664</u></u>	<u><u>\$ 126,147</u></u>	<u><u>\$ 2,714,646</u></u>	<u><u>\$ 961,439</u></u>

CITY OF GREENFIELD

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	Police Impact Fund	Sewer Impact Fund	Community Center Impact Fund	Greenfield Science Workshop
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Use of money and property	325	8,596	1,259	-
Intergovernmental revenues	13,871	157,719	3,157	408,530
Charges for services	-	-	-	-
Total revenues	14,196	166,315	4,416	408,530
EXPENDITURES				
Current:				
Public works	-	-	-	-
Parks and recreation	-	-	-	743,972
Community development	-	-	-	-
Public safety	-	-	-	-
Streets and roads	-	-	-	-
Debt services:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	-	-	-	743,972
Excess (deficiency) of revenue over (under) expenditures	14,196	166,315	4,416	(335,442)
OTHER FINANCING SOURCES/(USES)				
Transfers in	-	-	-	-
Transfer out	-	(1,250,000)	-	-
Net financing sources/Uses	-	(1,250,000)	-	-
Net change in fund balances	14,196	(1,083,685)	4,416	(335,442)
Fund balances - beginning of year	30,137	2,256,371	167,384	(282,506)
Fund balances - end of year	\$ 44,333	\$ 1,172,686	\$ 171,800	\$ (617,948)

CITY OF GREENFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Lexington Square Assessment Fund</u>	<u>Terra Verde Assessment Fund</u>	<u>SMD #1 Fund</u>	<u>SMD #2 Fund</u>
REVENUES				
Taxes and assessments	\$ 105,079	\$ 331,731	\$ 38,598	\$ 94,902
Use of money and property	3,145	7,690	3,224	4,946
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Total revenues	<u>108,224</u>	<u>339,421</u>	<u>41,822</u>	<u>99,848</u>
EXPENDITURES				
Current:				
Public works	76,784	281,458	33,748	33,786
Parks and recreation	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	-
Streets and roads	-	-	-	-
Debt services:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>76,784</u>	<u>281,458</u>	<u>33,748</u>	<u>33,786</u>
Excess (deficiency) of revenue over (under) expenditures	<u>31,440</u>	<u>57,963</u>	<u>8,074</u>	<u>66,062</u>
OTHER FINANCING SOURCES/(USES)				
Transfers in	-	-	-	-
Transfer out	<u>(131,841)</u>	<u>(158,162)</u>	<u>(1,294)</u>	<u>(9,744)</u>
Net financing sources/Uses)	<u>(131,841)</u>	<u>(158,162)</u>	<u>(1,294)</u>	<u>(9,744)</u>
Net change in fund balances	(100,401)	(100,199)	6,780	56,318
Fund balances - beginning of year	<u>393,559</u>	<u>972,692</u>	<u>429,483</u>	<u>607,687</u>
Fund balances - end of year	<u>\$ 293,158</u>	<u>\$ 872,493</u>	<u>\$ 436,263</u>	<u>\$ 664,005</u>

CITY OF GREENFIELD

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023**

	Vintage Meadows LLMD #3 Fund	Vintage Meadows SMD #3 Fund	Measure X Fund	CDBG Fund
REVENUES				
Taxes and assessments	\$ 53,092	\$ 48,739	\$ -	\$ -
Use of money and property	585	564	16,657	6,254
Intergovernmental revenues	-	-	679,627	170,000
Charges for services	-	-	-	-
Total revenues	53,677	49,303	696,284	176,254
EXPENDITURES				
Current:				
Public works	3,350	800	-	-
Parks and recreation	-	-	-	-
Community development	-	-	-	169,846
Public safety	-	-	-	-
Streets and roads	-	-	-	-
Debt services:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	3,350	800	-	169,846
Excess (deficiency) of revenue over (under) expenditures	50,327	48,503	696,284	6,408
OTHER FINANCING SOURCES/(USES)				
Transfers in	-	-	-	-
Transfer out	(6,086)	(6,044)	(156,678)	-
Net financing sources/Uses	(6,086)	(6,044)	(156,678)	-
Net change in fund balances	44,241	42,459	539,606	6,408
Fund balances - beginning of year	28,936	28,251	1,696,332	846,826
Fund balances - end of year	\$ 73,177	\$ 70,710	\$ 2,235,938	\$ 853,234

CITY OF GREENFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Asset Forfeiture/ Seizure Fund	Fire Impact Fund	CSA - 74 Fund	Water Impact Fund
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Use of money and property	58	563	300	31,919
Intergovernmental revenues	-	260	13,267	-
Charges for services	-	-	-	121,318
Total revenues	<u>58</u>	<u>823</u>	<u>13,567</u>	<u>153,237</u>
EXPENDITURES				
Current:				
Public works	-	-	-	-
Parks and recreation	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	-
Streets and roads	-	-	-	-
Debt services:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenue over (under) expenditures	<u>58</u>	<u>823</u>	<u>13,567</u>	<u>153,237</u>
OTHER FINANCING SOURCES/(USES)				
Transfers in	-	-	-	-
Transfer out	-	-	-	-
Net financing sources/Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	58	823	13,567	153,237
Fund balances - beginning of year	<u>443</u>	<u>76,281</u>	<u>27,836</u>	<u>4,201,415</u>
Fund balances - end of year	<u>\$ 501</u>	<u>\$ 77,104</u>	<u>\$ 41,403</u>	<u>\$ 4,354,652</u>

CITY OF GREENFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
- NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Community Outreach Fund</u>	<u>Debt Services Fund</u>	<u>Total</u>
REVENUES			
Taxes and assessments	\$ -	\$ -	\$ 672,141
Use of money and property	15	-	114,538
Intergovernmental revenues	348,101	-	2,896,223
Charges for services	<u>-</u>	<u>-</u>	<u>121,318</u>
Total revenues	<u>348,116</u>	<u>-</u>	<u>3,804,220</u>
EXPENDITURES			
Current:			
Public works	-	-	429,926
Parks and recreation	-	-	743,972
Community development	-	-	169,846
Public safety	223,223	-	317,190
Streets and roads	-	-	144,248
Debt services:			
Principal	-	701,487	701,487
Interest	<u>-</u>	<u>146,691</u>	<u>146,691</u>
Total expenditures	<u>223,223</u>	<u>848,178</u>	<u>2,653,360</u>
Excess (deficiency) of revenue over (under) expenditures	<u>124,893</u>	<u>(848,178)</u>	<u>1,150,860</u>
OTHER FINANCING SOURCES/(USES)			
Transfers in	-	287,486	287,486
Transfer out	<u>-</u>	<u>-</u>	<u>(2,009,539)</u>
Net financing sources/Uses	<u>-</u>	<u>287,486</u>	<u>(1,722,053)</u>
Net change in fund balances	124,893	(560,692)	(571,193)
Fund balances - beginning of year	<u>(78,345)</u>	<u>340,430</u>	<u>15,060,884</u>
Fund balances - end of year	<u>\$ 46,548</u>	<u>\$ (220,262)</u>	<u>\$ 14,489,691</u>

CITY OF GREENFIELD
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2023

	RDA Successor Agency Admin Fund	RDA Successor Agency Debt Service Fund	Total
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and investment	\$ 288,347	\$ 6	\$ 288,353
Interest receivable	37	-	37
Due from other fund	4,369,722	-	4,369,722
Due from the city of greenfield	890,758	-	890,758
Prepaid insurance	-	109,603	109,603
	<u>5,548,864</u>	<u>109,609</u>	<u>5,658,473</u>
Total assets			
LIABILITIES			
Accrued interest payable	-	197,096	197,096
Unearned revenue	-	-	-
Due to other funds	-	4,369,722	4,369,722
Due within one year	-	927,923	927,923
Due to more than one year	-	12,401,772	12,401,772
	<u>-</u>	<u>17,896,513</u>	<u>17,896,513</u>
Total liabilities			
DEFERRED INFLOWS OF RESOURCES			
Deferred gain on refunding	-	129,790	129,790
	<u>-</u>	<u>129,790</u>	<u>129,790</u>
Total deferred inflows of resources			
NET POSITION			
Restricted for:			
Individuals, organizations, and other governments	<u>5,548,864</u>	<u>(17,916,694)</u>	<u>(12,367,830)</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 5,548,864</u>	<u>\$ 109,609</u>	<u>\$ 5,658,473</u>

CITY OF GREENFIELD
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	RDA Successor Agency Admin Fund	RDA Successor Agency Debt Service Fund	<u>Total</u>
ADDITIONS			
Taxes	\$ 1,664,707	\$ -	\$ 1,664,707
Investment earnings	<u>40,674</u>	<u>1,409,032</u>	<u>1,449,706</u>
Total additions	<u>1,705,381</u>	<u>1,409,032</u>	<u>3,114,413</u>
DEDUCTIONS			
Other	-	8,002	8,002
Interest expenses	<u>1,409,031</u>	<u>424,504</u>	<u>1,833,535</u>
Total deductions	<u>1,409,031</u>	<u>432,506</u>	<u>1,841,537</u>
Change in net position	296,350	976,526	1,272,876
Net position - beginning of year	4,517,023	(18,893,220)	(14,376,197)
<i>Restatement</i>	<u>735,491</u>	-	<u>735,491</u>
Net position - end of year	<u>\$ 5,548,864</u>	<u>\$(17,916,694)</u>	<u>\$(12,367,830)</u>

COMPLIANCE SECTION

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

To the City Council
City of Greenfield
Greenfield, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Greenfield (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 4, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

Harskmal & Company LLP

San Diego, California
March 4, 2025

**CITY OF GREENFIELD
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2023**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weakness?	None Reported
Noncompliance material to financial statements noted?	No

**CITY OF GREENFIELD
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2023**

SECTION II - AUDIT FINDINGS IN RELATION TO FINANCIAL STATEMENTS

There are no findings related to the financial statements as of June 30, 2023.

**CITY OF GREENFIELD
STATUS OF PRIOR YEAR'S AUDIT FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2023**

There were no findings reported in prior year.