
**TOWN OF PARADISE
FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED JUNE 30, 2020**

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TOWN OF PARADISE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2020

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INDEPENDENT AUDITOR'S REPORT

To the Town Council
Town of Paradise
Paradise, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Paradise, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town of Paradise's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Paradise, as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Paradise's basic financial statements. The combining and individual governmental nonmajor fund financial statements and budgetary comparison schedules, and the combining fiduciary fund schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual governmental nonmajor fund financial statements, budgetary comparison schedules, and the combining fiduciary fund schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules, and the combining fiduciary fund schedules 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 April 29, 2021, on our consideration of the Town of Paradise's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Paradise's internal control over financial reporting and compliance.

Mann, Urrutia, Nelson CPAs

Sacramento, California
April 29, 2021

TOWN OF PARADISE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020

As management of the Town of Paradise (the Town), we offer readers of the Town's basic financial statements this narrative overview and analysis of the financial activities of the Town as of and for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with the accompanying Independent Auditor's Report, the basic financial statements, and the accompanying notes to the financial statements.

USING THIS ANNUAL REPORT

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

REPORTING THE TOWN AS A WHOLE

In the current year, Town's net position increased to \$225.5 million as compared to the prior year at \$3.6 million. The Town's unrestricted and restricted cash and investments decreased 1% to \$22.3 million. Prior to extraordinary items, accounts and interest receivables, prepaid items, and the advance to the Successor Agency increased to \$4.1 million, a 39% increase. The Town's rebuilding efforts and capital projects resulted in increased total capital assets to \$22.9 million a 4% increase.

The Town reports \$20.7 million of pension liability and pension related net deferred use of resources to its activities as compared to \$19.0 million the prior year. The Town contracts with CalPERS for Pension benefits for its employees. The Town is making the required contributions toward the long-term pension obligation just described. This obligation is being amortized over about a 25-year period.

Accounts payable decreased sharply to \$1.9 million from \$4.2 million as in the prior year it took time for the Town to reconcile and pay Camp Fire related response and recovery vendor finalized invoices, like CAL FIRE. Unearned revenues are \$10.5 million: unearned revenue sources include insurance claim advances; advance on grant funds awarded; and housing program insurance funds held for Camp Fire survivors. The Town's long-term liabilities due in more than one year increased slightly to \$42.4 million due to increase in net pension obligation.

TOWN OF PARADISE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020

Table 1
GOVERNMENTAL NET POSITION AT JUNE 30, 2020

	Governmental Activities 2020	Governmental Activities 2019
<u>ASSETS</u>		
Current and other assets	254,008,852	34,783,534
Capital assets, net	22,935,858	22,126,281
TOTAL ASSETS	276,944,710	56,909,815
<u>LIABILITIES</u>		
Current and other liabilities	12,191,978	14,908,662
Long-term liabilities	42,407,888	41,942,589
TOTAL LIABILITIES	54,599,866	56,851,251
<u>NET POSITION</u>		
Invested in capital assets, net of related debt	22,644,977	21,522,335
Restricted	10,702,598	7,263,687
Unrestricted	192,168,224	(25,171,799)
TOTAL NET POSITION	\$ 225,515,799	\$ 3,614,223

Table 2 on the next page shows another perspective of the net assets of the Town. The Town's total general revenues which includes property taxes, sales taxes, and motor vehicle in-lieu increased 13% to \$13.2 million. Charges for services increased \$5.9 million from Town's ongoing rebuilding activities. Operating grants and contributions increased 38% primarily from increased disaster relief and public grant assistance, but capital grants and contributions decreased 8%. The Town recognized a net gain \$219 million in extraordinary items that is the result of settlement proceeds received from PG&E.

Expenses increased 28% to \$25.7 million. General government, public safety, and parks and recreation expenses remained relatively stable with the prior year. Community development expenses increased \$4.8 million as the Town continued to support significant rebuilding and infrastructure projects.

TOWN OF PARADISE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020

Table 2
CHANGE IN GOVERNMENTAL NET POSITION

	Governmental Activities 2020	Governmental Activities 2019
<u>REVENUES</u>		
Program revenues		
Charges for services	8,053,749	2,116,616
Operating contributions & grants	6,461,894	4,683,362
Capital contributions & grants	680,184	739,741
Total program revenues	15,195,827	7,539,719
General revenues		
Property Taxes	5,365,193	5,283,203
Other Taxes	2,082,772	3,215,176
Motor Vehicle In-lieu	2,583,073	2,459,689
Other General Revenues	3,232,302	725,368
Total general revenues	13,263,340	11,683,436
TOTAL REVENUES	28,459,167	19,223,155
Program expenses		
General Government	5,648,628	5,568,692
Community Development	5,883,075	1,014,480
Public Safety	9,516,635	9,099,764
Public Works	2,271,250	1,517,873
Parks & Recreation	188,592	187,243
Streets	1,665,376	2,006,990
Interest on Long Term Debt	571,298	634,483
TOTAL EXPENSES	25,744,854	20,029,525
Excess (deficiency) before prior period adjustments & extraordinary items	2,714,313	(806,370)
Extraordinary items (Note 16)	219,187,262	534,419
INCREASE/(DECREASE) IN NET POSITION	\$ 221,901,575	\$ (271,951)

TOWN OF PARADISE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds, (as presented in the balance sheet and the statement of revenues, expenditures and changes in fund balances), reported a combined fund balance of \$256 million. Over 85% of this fund balance is unassigned and is the result of the settlement proceeds paid to the Town from Pacific Gas & Electric Company for damages stemming from 2018's Camp Fire.

General Fund Highlights

The Camp Fire had immediate and long-lasting impacts to the finances of the general fund. As the effects were unprecedented, the Town Council approved budget revisions for material changes as they were identified. A mid-year budget review was completed which reflected revised revenues, personnel costs and other operating expenditures when needed.

Exclusive of the extraordinary items from PG&E settlement, the Town's general fund revenues reflect a 13.% increase of \$1.6 million. Taxes and assessments provide most of the general fund's revenues. Lost property taxes and motor vehicle in-lieu were back filled by the State of California, but other taxes and revenues sources were note. The Town received lost tax revenues through insurance. The Town recognized \$1.9 million of the insurance proceeds this fiscal year and still maintains \$2.6 million for future years.

Expenses increased less than 1.5%. The Town experienced tremendous employee turnover after the Camp Fire as employees who lost their homes in the fire struggled to secure housing in the resulting housing crisis. A town-wide salary survey was performed by an outside consulting firm this year, bringing the salaries in line with similar local jurisdictions of the same size. This allowed the Town to be more competitive in their recruitment efforts, filling positions lost the previous year and filling other positions held by outside services.

The ending general fund balance for June 30, 2020 is \$223.7 million. Most importantly unassigned reserves are \$222 million. The unassigned reserves reduce the amount of cash needed to be borrowed annually to fund operations. This is a significant improvement compared to five years ago when there were no unassigned reserves available.

Other Major Governmental Funds

The Building Safety and Waste Water Services fund is a Special Revenue funding source, charging for services for permitting, plan checks, and inspection services. This fund's revenues increased 380% from the significant rebuild efforts in the Town. These services physically moved to a separate building in the Town, referred to as the Building Resiliency Center (BRC) and provide residents and building contractors a one-stop shop in their rebuilding efforts. Building new homes before the fire averaged 25 homes per year, this year new homes with a certificate of occupancy totaled 225. Our first completed home since the fire was completed in July 2019.

The Home Grant fund is a Federal Grant funding source to allow the Town to provide income eligible community members grants and loans for housing purposes. The Town provides low interest and interest-forgivable loans to first time home buyers. Also, the Town can provide loans and grants for housing rehabilitation projects. Finally, the Town has provided funding for multi-family housing projects. The Town received a little less than \$1 million in insurance proceeds and loan payoffs from grantees from homes destroyed in the Camp Fire. Loan payoffs of \$1.3 million are held in trust and restricted until those families decide to rebuild. 3 new loans were funded totaling \$112,701, and \$8.4million in loans are outstanding.

TOWN OF PARADISE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020

CAPITAL ASSETS

This year's major capital asset additions included \$267,483 in land purchased, additions of \$1.4 million to construction in process, approximately \$719,000 in buildings and improvements, and other machinery, equipment, and vehicles additions of approximately \$292,000.

Table 3 below shows the \$22.9 million, net of depreciation.

Table 3
CAPITAL ASSETS AT YEAR-END
(Net of Depreciation)

	2020	2019
Land	\$ 1,642,767	\$ 1,375,284
Construction in Progress	2,211,349	1,115,868
Buildings and Improvements	1,233,114	574,894
Infrastructure	16,612,093	17,743,685
Machinery and Equipment	207,868	189,907
Vehicles	1,028,667	1,126,643
Total	\$ 22,935,858	\$ 22,126,281

DEBT

No additional debt was issued in 2019/2020. One loan and one capital lease were paid off. By capping benefits for all employee groups and by starting an irrevocable trust to begin funding the future obligation, the Town is containing its OPEB obligation and it remains at \$10 million. The Town contributed towards the net pension liability as dictated by CalPERS, and the net pension liability increased 7.6%. The Town has taken measures to mitigate the benefits in the future and the obligation is being amortized over a period of about 25 years.

Please refer to Notes 7, 8, and 9 for more detailed information about the obligations outstanding.

Table 4
OUTSTANDING DEBT AT JUNE 30, 2020

	2020	2019
Bonds Payable: accrued interest	\$ 9,477,450	\$ 9,960,293
Capital Leases	290,881	603,946
OPEB	9,984,599	10,394,086
Net pension liability	23,502,428	21,834,378
CDF retiree health vesting	204,648	272,345
Compensated	395,818	361,714
Total Liabilities	43,855,824	43,426,762

TOWN OF PARADISE
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2020

THE TOWN AS TRUSTEE

The Town is the trustee, or fiduciary, for an employee bank fund and a police department fund money fund. As of January 2012, it elected to become the successor agency of the former Paradise Redevelopment Agency (Agency). The Town's current role is to manage the receipt and disbursement of monies related to debt service of enforceable obligations of the Agency. The Town also manages a general trust fund. All the related activity is being accounted for in the private-purpose trust funds. The Town is responsible for the assets in these funds and must only use these funds as indicated in the trust arrangements. The Town's fiduciary activities related to the Agency and the general trust fund are reported in the Statement of Fiduciary Net Position and Changes in Fiduciary Net Position. The other fiduciary activities are reported in the Statement of Fiduciary Assets and Liabilities and Changes in Fiduciary Assets and Liabilities. The activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The private-purpose trust funds have a net position of negative \$6.25 million as of June 30, 2020.

NEXT YEAR'S BUDGET AND ASSUMPTIONS

The Camp Fire of November 8, 2018 was the most destructive wildfire in California State history. Rebuilding of the 10,000 structures destroyed has begun, but it will take over a decade before the Town of Paradise is restored. A community visioning process was completed with a consensus that a more resilient fire-resistant town be rebuilt. With the help of Federal, State, and local partners, the Town has started long-term recovery planning and projects.

The Town has reached a settlement with Pacific Gas and Electric Company (PG&E), on the Camp Fire for the sum of \$270 million. After attorney and other fees were processed, the Town received \$219 million. The Town will establish a formal process for planning the use of the funds. The majority is expected to be used to maintain appropriate service levels until the Town's tax base is restored. Funds will also be used to leverage grant monies for recovery projects.

The Town will restore the facilities and equipment lost during the fire through insurance claims. Insurance, to date, has given the Town \$8.3 million toward those losses and the loss of income. FEMA and California Governor's Office of Emergency Services will assist the Town with infrastructure restoration through public assistance and hazard mitigation grants. The Town has received \$6 million of public assistance grant funds.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town's Finance Department at 5555 Skyway, Paradise, California.

TOWN OF PARADISE
STATEMENT OF NET POSITION
JUNE 30, 2020

	Governmental Activities
<u>ASSETS</u>	
Cash and investments (Note 3)	\$ 18,088,694
Restricted cash and investments (Note 3)	4,219,875
Accounts receivable	221,989,874
Interest receivable	64,043
Prepaid items	1,555
Advance to the Successor Agency (Note 14)	1,275,519
Loans receivable (Note 4)	8,369,292
Capital assets (Note 5):	
Non-depreciable:	
Land and construction in progress	3,854,116
Depreciable:	
Infrastructure, buildings, vehicles, and equipment	36,004,849
Accumulated depreciation	<u>(16,923,107)</u>
Total capital assets	<u>22,935,858</u>
Total Assets	<u>276,944,710</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
2020 Pension contributions (Note 8)	1,940,581
Changes in the net pension liability (Note 8)	2,811,508
Changes in the net OPEB liability (Note 9)	<u>781,994</u>
Total Deferred Outflows of Resources	<u>5,534,083</u>
<u>LIABILITIES</u>	
Accounts payable	1,882,518
Accrued wages	142,386
Unearned revenue (Note 16)	8,719,138
Long-term liabilities (Note 7):	
Due within one year	1,447,936
Due in more than one year	8,920,861
Other post employment benefits (Note 9):	
Due in more than one year	9,984,599
Net pension liability (Note 8):	
Due in more than one year	<u>23,502,428</u>
Total Liabilities	<u>54,599,866</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Changes in the net pension liability (Note 8)	1,992,341
Changes in the net OPEB liability (Note 9)	<u>370,787</u>
Total Deferred Inflows of Resources	<u>2,363,128</u>
<u>NET POSITION</u>	
Net investment in capital assets	22,644,977
Restricted for:	
Public safety	369,655
Streets and roads	1,112,935
Community development	4,660,650
Wastewater and drainage	3,438,653
Capital projects	1,120,705
Unrestricted	<u>192,168,224</u>
Total Net Position	<u>\$ 225,515,799</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

<u>Functions/Programs</u>	<u>Program Revenues</u>				<u>Net (Expense) Revenue and Changes in Net Position</u>
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
General government	\$ 5,648,628	\$ 1,155,601	\$ 54,103	\$ -	\$ (4,438,924)
Community development	5,883,075	6,374,470	2,410,561	-	2,901,956
Public safety	9,516,635	299,645	2,108,251	-	(7,108,739)
Public works	2,271,250	214,846	681,456	-	(1,374,948)
Parks and recreation	188,592	330	-	-	(188,262)
Streets	1,665,376	8,857	1,207,523	680,184	231,188
Interest on long term debt	571,298	-	-	-	(571,298)
Total Governmental Activities	<u>\$ 25,744,854</u>	<u>\$ 8,053,749</u>	<u>\$ 6,461,894</u>	<u>\$ 680,184</u>	<u>\$ (10,549,027)</u>
General Revenues:					
Taxes:					
Secured and unsecured property taxes				\$ 5,365,193	
Sales and usage taxes				1,554,127	
Transient lodging tax				36,267	
Franchise taxes				253,379	
Real property transfer taxes				65,021	
Other taxes				173,978	
Motor vehicle in-lieu, unrestricted				2,583,073	
Homeowners property tax relief, unrestricted				60,073	
Investment income				369,081	
Other				2,803,148	
Extraordinary items (Note 16):					
PG&E settlement				<u>219,187,262</u>	
Total General Revenues				<u>232,450,602</u>	
Change in Net Position					221,901,575
Net Position - July 1, 2019					<u>3,614,224</u>
Net Position - June 30, 2020					<u>\$ 225,515,799</u>

See accompanying notes to the basic financial statements.

**TOWN OF PARADISE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020**

	General Fund	Home Grant Fund	Camp Fire 2018 Fund
<u>ASSETS</u>			
Cash and investments	\$ 3,967,076	\$ 2,743,332	\$ -
Restricted cash and investments	15,797	-	4,204,078
Accounts receivable (Note 16)	219,620,713	259	-
Interest receivable	21,672	8,494	-
Prepaid items	1,555	-	-
Due from other funds	2,177,738	-	447
Advance to the Successor Agency	1,275,519	-	-
Loans receivable	-	7,240,464	-
	-	7,240,464	-
Total Assets	<u>\$ 227,080,070</u>	<u>\$ 9,992,549</u>	<u>\$ 4,204,525</u>
 <u>LIABILITIES</u>			
Accounts payable	\$ 625,875	\$ -	\$ 61,151
Accrued wages	91,310	-	3,807
Due to other funds	-	-	724,898
Unearned revenue	2,618,675	870,365	4,692,037
	2,618,675	870,365	4,692,037
Total Liabilities	<u>3,335,860</u>	<u>870,365</u>	<u>5,481,893</u>
 <u>DEFERRED INFLOWS OF RESOURCES</u>			
Unavailable revenues	-	7,240,463	-
	-	7,240,463	-
 <u>FUND BALANCES (DEFICITS)</u>			
Nonspendable	1,277,074	-	-
Restricted	-	1,881,721	-
Assigned	673,723	-	-
Unassigned	221,793,413	-	(1,277,368)
	221,793,413	-	(1,277,368)
Total Fund Balances (Deficits)	<u>223,744,210</u>	<u>1,881,721</u>	<u>(1,277,368)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 227,080,070</u>	<u>\$ 9,992,549</u>	<u>\$ 4,204,525</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2020

	Building Safety and Wastewater Services	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash and investments	\$ 3,650,630	\$ 7,727,656	\$ 18,088,694
Restricted cash and investments	-	-	4,219,875
Accounts receivable (Note 16)	2,990	2,365,912	221,989,874
Interest receivable	11,302	22,575	64,043
Prepaid items	-	-	1,555
Due from other funds	2,830	6,615	2,187,630
Advance to the Successor Agency	-	-	1,275,519
Loans receivable	-	<u>1,128,828</u>	<u>8,369,292</u>
Total Assets	<u>\$ 3,667,752</u>	<u>\$ 11,251,586</u>	<u>\$ 256,196,482</u>
 <u>LIABILITIES</u>			
Accounts payable	\$ 850,506	\$ 344,986	\$ 1,882,518
Accrued wages	12,344	34,925	142,386
Due to other funds	-	1,462,732	2,187,630
Unearned revenue	<u>126,801</u>	<u>411,260</u>	<u>8,719,138</u>
Total Liabilities	<u>989,651</u>	<u>2,253,903</u>	<u>12,931,672</u>
 <u>DEFERRED INFLOWS OF RESOURCES</u>			
Unavailable revenues	<u>-</u>	<u>1,810,284</u>	<u>9,050,747</u>
 <u>FUND BALANCES (DEFICITS)</u>			
Nonspendable	-	-	1,277,074
Restricted	2,678,101	7,407,444	11,967,266
Assigned	-	-	673,723
Unassigned	<u>-</u>	<u>(220,045)</u>	<u>220,296,000</u>
Total Fund Balances (Deficits)	<u>2,678,101</u>	<u>7,187,399</u>	<u>234,214,063</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 3,667,752</u>	<u>\$ 11,251,586</u>	<u>\$ 256,196,482</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2020

Total fund balances of governmental funds \$ 234,214,063

Amounts reported for governmental activities in the Statement of Net Position are different from those reported in the governmental funds because of the following:

Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds, net of accumulated depreciation of \$16,923,107. 22,935,858

Certain notes, loans, and interest receivables are not available to pay for current period expenditures and therefore are offset by deferred inflows of resources in the governmental funds. 9,050,747

Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.

Bonds payable	(4,530,100)
Accreted interest payable	(4,947,350)
Capital leases payable	(290,881)
Net OPEB liability	(9,984,599)
CDF retiree health vesting	(204,648)
Net pension liability	(23,502,428)
Compensated absences	(395,818)

Deferred inflows of resources related to changes in the net pension liability are not applicable to the current period. (1,992,341)

Deferred inflows of resources related to changes in the net OPEB liability are not applicable to the current period. (370,787)

Deferred outflows of resources related to changes in the net pension liability are not reported in the governmental funds. 2,811,508

Deferred outflows of resources related to 2020 pension contributions made subsequent to the measurement date. 1,940,581

Deferred outflows of resources related to changes in the net OPEB liability are not reported in the governmental funds. 781,994

Net position of governmental activities \$ 225,515,799

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>General Fund</u>	<u>Home Grant Fund</u>	<u>Camp Fire 2018 Fund</u>
<u>REVENUES</u>			
Taxes and assessments	\$ 9,917,133	\$ -	\$ -
Licenses, permits, and impact fees	6,321	-	-
Fines and forfeitures	34,668	-	-
Use of money and property	135,378	46,850	-
Intergovernmental revenues	50,444	-	-
Charges for services	952,942	-	-
Program income	-	573,163	-
Other revenues (Note 16)	<u>1,973,214</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>13,070,100</u>	<u>620,013</u>	<u>-</u>
<u>EXPENDITURES</u>			
Current:			
General government	3,016,803	-	1,965,677
Community development	160,793	72,777	96,203
Public safety	8,522,938	-	99,339
Public works	191,512	-	705,029
Parks and recreation	6,253	-	-
Streets	6	-	-
Capital Outlay	586,819	-	57,959
Debt service:			
Principal	862,307	-	-
Interest and fiscal charges	<u>546,770</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>13,894,201</u>	<u>72,777</u>	<u>2,924,207</u>
Excess of revenues over (under) expenditures	<u>(824,101)</u>	<u>547,236</u>	<u>(2,924,207)</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	1,409,584	-	166,328
Transfers out	<u>(256,870)</u>	<u>(12,948)</u>	<u>(15,117)</u>
Total Other Financing Sources (Uses)	<u>1,152,714</u>	<u>(12,948)</u>	<u>151,211</u>
<u>EXTRAORDINARY GAINS</u>			
Grant revenue (Note 16)	-	-	1,644,447
PG&E Settlement (Note 16)	<u>219,187,262</u>	<u>-</u>	<u>-</u>
Total Extraordinary Gains	<u>219,187,262</u>	<u>-</u>	<u>1,644,447</u>
Net Change in Fund Balances	219,515,875	534,288	(1,128,549)
Fund Balances (Deficits) - July 1, 2019	<u>4,228,335</u>	<u>1,347,433</u>	<u>(148,819)</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 223,744,210</u>	<u>\$ 1,881,721</u>	<u>\$ (1,277,368)</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Building Safety and Wastewater Services</u>	<u>Other Governmental Funds</u>	<u>Totals</u>
<u>REVENUES</u>			
Taxes and assessments	\$ -	\$ 173,978	\$ 10,091,111
Licenses, permits, and impact fees	4,913,323	24,015	4,943,659
Fines and forfeitures	10,800	9,914	55,382
Use of money and property	62,338	124,515	369,081
Intergovernmental revenues	-	3,835,331	3,885,775
Charges for services	358,487	549,578	1,861,007
Program income	-	419,738	992,901
Other revenues (Note 16)	16,177	816,784	2,806,175
	<u>5,361,125</u>	<u>5,953,853</u>	<u>25,005,091</u>
Total Revenues			
<u>EXPENDITURES</u>			
Current:			
General government	416	1,743	4,984,639
Community development	3,093,064	400,125	3,822,962
Public safety	1,357	344,728	8,968,362
Public works	486,842	697,806	2,081,189
Parks and recreation	5,034	-	11,287
Streets	-	510,501	510,507
Capital Outlay	8,426	1,163,447	1,816,651
Debt service:			
Principal	12,502	27,786	902,595
Interest and fiscal charges	-	-	546,770
	<u>3,607,641</u>	<u>3,146,136</u>	<u>23,644,962</u>
Total Expenditures			
Excess of revenues over (under) expenditures	<u>1,753,484</u>	<u>2,807,717</u>	<u>1,360,129</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	-	1,554,755	3,130,667
Transfers out	(207,174)	(2,638,558)	(3,130,667)
	<u>(207,174)</u>	<u>(1,083,803)</u>	<u>-</u>
Total Other Financing Sources (Uses)			
<u>EXTRAORDINARY GAINS</u>			
Grant revenue (Note 16)	-	-	1,644,447
PG&E Settlement (Note 16)	-	-	219,187,262
	<u>-</u>	<u>-</u>	<u>220,831,709</u>
Total Extraordinary Gains			
Net Change in Fund Balances	1,546,310	1,723,914	222,191,838
Fund Balances (Deficits) - July 1, 2019	<u>1,131,791</u>	<u>5,463,485</u>	<u>12,022,225</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 2,678,101</u>	<u>\$ 7,187,399</u>	<u>\$ 234,214,063</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020

Reconciliation of the change in fund balances - total governmental funds to the change in net position of governmental activities:

Net change in fund balances - total governmental funds	\$ 222,191,838
<p>Amounts reported for governmental activities in the Statement of Activities are different because of the following:</p>	
<p>Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets are capitalized and allocated over their estimated useful lives and reported as depreciation expense.</p>	
Capital asset purchases capitalized	2,621,405
Depreciation expense	(1,811,828)
<p>Unearned revenues, not recognized as revenues in the governmental fund statements because the revenues were not available within 60 days of close of fiscal year. This is the net change.</p>	
	681,456
<p>Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.</p>	
Capital lease obligation principal payments	313,065
Bond principal payments	507,371
Accreted interest, net change	(24,528)
CDF retiree health vesting	67,697
<p>Receipts of payments and disbursements of funds related to notes and loans receivables are reported as revenues and expenditures, respectively, in governmental funds, but an increase and decrease, respectively, in notes receivable in the Statement of Net Position.</p>	
Loan program receipts	(992,901)
Change in loan balance	(15,137)
Loans made during the year	112,701
<p>The amounts below, included in the Statement of Activities, do not provide (require) the use of current financial resources and, therefore, are not reported as revenues or expenditures in the governmental funds (net change):</p>	
Compensated absences	(34,104)
Pension expense related to deferred outflows and inflows of resources	(1,767,878)
Other post-employment benefits	<u>52,418</u>
Change in net position of governmental activities	<u>\$ 221,901,575</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020

	<u>Private- Purpose Trust Funds</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash and investments (Note 3)	\$ 206,747	\$ 5,779
Restricted cash and investments with fiscal agents (Note 3)	420,842	-
Accounts receivable	3	5,145
Interest receivable	<u>-</u>	<u>2</u>
Total Assets	<u>627,592</u>	<u>10,926</u>
<u>LIABILITIES</u>		
Accrued payroll payable	138	-
Interest payable	22,211	-
Due to others	8,366	10,926
Long-term liabilities, due within one year (Note 14)	110,000	-
Long-term liabilities, due in more than one year (Note 14)	<u>6,745,519</u>	<u>-</u>
Total Liabilities	<u>6,886,234</u>	<u>\$ 10,926</u>
<u>NET POSITION</u>		
Unrestricted	<u>(6,258,642)</u>	
Total Net Deficit	<u>\$ (6,258,642)</u>	

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Private- Purpose Trust Funds</u>
<u>ADDITIONS</u>	
Taxes and assessments	\$ 443,264
Investment revenue	5,126
Intergovernmental revenue	<u>443,264</u>
Total Additions	<u>891,654</u>
<u>DEDUCTIONS</u>	
Administrative expenses	7,952
Interest expense	314,556
Intergovernmental expenses	<u>456,164</u>
Total Deductions	<u>778,672</u>
Changes in net position	<u>112,982</u>
Net deficit - July 1, 2019	(6,461,624)
Prior period adjustment (Note 15)	<u>90,000</u>
Net deficit - July 1, 2019, restated	<u>(6,371,624)</u>
Net deficit - June 30, 2020	<u>\$ (6,258,642)</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

The accompanying basic financial statements present the financial activity of the Town of Paradise (Town), which is the primary government.

B. Basis of Presentation

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

These standards require that the financial statements described below be presented.

Government-wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include the activities of the overall Town government except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. The Town's net position is reported in three parts - net investment in capital assets, restricted net position, and unrestricted net position. The Town first utilizes restricted resources to finance qualifying activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients for goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a particular 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 Town's funds, including fiduciary funds. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditure/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The Town does not have any proprietary funds. An emphasis is placed on major funds within the governmental category with each major fund displayed in a separate column. A fund is considered major if it is the primary operating fund of the Town or meets the following criteria:

- a. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

All remaining governmental funds are aggregated and reported as nonmajor funds in a single column, regardless of their fund type.

Fiduciary fund financial statements include a statement of net position and statement of changes in net position. The Town's fiduciary funds are used to account for assets held by the Town as trustee for the Redevelopment Agency Successor Agency, and as an agent for individuals, private organizations, other governmental units, and/or other funds. Trust funds use the flow of economic resources measurement focus and the accrual basis of accounting. The Town maintains three trust funds and two agency funds. Agency funds use the accrual method of accounting but have no measurement focus as only assets and liabilities are reported.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Major Funds

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

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

Home Grant Fund - This fund accounts for Home Grant monies collected and spent by the Town.

Camp Fire 2018 Fund - This fund accounts for monies collected for the Camp Fire relief program and to assist community organizations serving evacuees and first responders.

Building Safety and WasteWater Services Fund - This fund is used to account for the revenues and expenditures from the Town's rebuilding and septic system planning and safety activities.

D. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus as the accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources (whether current or noncurrent) associated with the operation of these funds are reported.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds are accounted for using a "current financial resources" measurement focus. With this measurement focus, only current assets and current liabilities generally are included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. As agency funds report only assets and liabilities, they do not have a measurement focus. However, they use the accrual basis of accounting to recognize receivables and payables. The "economic resources" measurement focus and the accrual basis of accounting is used for trust funds.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset is used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when "measurable and available". Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The Town defines available to be within 60 days of year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. Governmental capital asset acquisitions are reported as expenditures in governmental funds. Proceeds for governmental long-term liabilities and acquisitions under capital leases are reported as

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

other financing sources.

Those revenues susceptible to accrual include taxes, intergovernmental revenues, interest and charges for services. Certain indirect costs are included in program expenses reported for individual functions and activities.

Grant revenues are recognized in the fiscal year in which all eligibility requirements are met. Under the terms of grant agreements, the Town may fund certain programs with a combination of cost-reimbursement grants, categorical block grants, and general revenues. Thus, both restricted and unrestricted net position are available to finance program expenditures. The Town's policy is to first apply restricted grant resources to such programs, followed by general revenues if necessary.

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 voter approval. 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 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 fiscal year end. Property taxes are billed and collected as follows:

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

The Town adopted an alternative method of property tax distribution (the "Teeter Plan"). Under this method, the Town receives 100% of its secured property tax levied in exchange for foregoing any interest and penalties collected on delinquent taxes. The Town receives payments as a series of advances made by the County throughout the fiscal year. The secured property tax levy is recognized as revenue upon receipt including the final payment, which generally is received within 60 days after the fiscal year end.

F. Cash and Investments

The Town pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures. The cash and investments balance in each fund represents that fund's equity share of the Town's cash and investment pool. As the Town places no restrictions on the deposit or withdrawal of a particular fund's equity in the pool, the pool operates like a demand deposit account for the participating funds.

Interest income earned on pooled cash and investments is allocated monthly to the various funds based on month-end balances and is adjusted at fiscal year-end. Interest income on restricted cash and investments with fiscal agents is credited directly to the related fund.

The Town's investments are carried at fair value. The fair value of equity and debt securities is determined based on sales prices or bid-and-asked quotations from SEC-registered securities exchanges or NASDAQ dealers. Local Agency Investment Fund ("LAIF") determines the fair value of their portfolio quarterly and reports a factor to the Town; the Town applies that factor to convert its share of LAIF from amortized cost to fair value. This amount is included in cash and cash equivalents in the balance sheet of the governmental funds. Changes in fair value are allocated to each participating fund.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Accounts and Interest Receivable

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Receivables are recorded in the financial statements net of any allowance for doubtful accounts if applicable, and estimated refunds due. Major receivables balances for the governmental activities include sales and use taxes, franchise taxes, grants, police fines and other fees. Federal and state grants are considered receivable and accrue as revenue when reimbursable costs are incurred.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions that are collectible but not available are recorded as deferred inflows of resources in the fund financial statements in accordance with the modified accrual basis of accounting, but not deferred in the government-wide financial statements in accordance with the accrual basis of accounting. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Long-term loans in governmental funds are treated as expenditures in the year advanced and as revenues in the year repayment is measurable and available. Loans receivable are recorded in the fund statements, but are offset by deferred inflows of resources to indicate they do not represent current financial resources.

H. Prepaid Expenses

Prepaid items are also recognized under the consumption method. Payments to vendors that reflect costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

I. Capital Assets

Government-wide Statements

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. The cost of normal maintenance and repairs that do not add to the value of the capital asset or materially extend capital asset lives are not capitalized.

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 year until the asset is fully depreciated. The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets. The Town has assigned the useful lives listed below to capital assets:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	5 to 25
Infrastructure	20
Vehicles	5 to 10
Machinery and Equipment	5 to 10

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction phase of debt financed capital assets is included as part of the capitalized value of the asset constructed.

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Long-Term Liabilities

In the government-wide financial statements, long-term liabilities and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Initial issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the lives of the refunding debt or remaining life of the refunded debt. Bond issuance costs, except for insurance, are expensed in the period incurred. Amortization of bond premiums or discounts, insurance costs, and deferred amounts on refunding is included in interest expense.

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

K. Compensated Absences

Compensated absences comprise unused vacation leave and compensatory time off, which are accrued as earned. The Town's liability for compensated absences is recorded in the government-wide Statement of Net Position for governmental funds. A liability is calculated for all the costs of compensated absences based upon benefits earned by employees in the current period for which there is a probability of payment at termination. The salary and related payroll costs are those in effect at June 30, 2020. The amount of accrued sick pay is not due upon termination and therefore is not recorded as a liability for the Town. One group of employee is entitled to sick leave payout. If the employee was hired before November 19, 2012, has five years of service, and leaves in good standing, they can receive a payout for sick leave in excess of twenty days at half their normal rate of pay up to \$3,750.

L. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position, or balance sheet, will sometimes report a section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position or fund balance that applies to a future period(s) and so will be recognized as an outflow of resources (expense/expenditure) until then.

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

M. Pensions

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 Town's California Public Employees' Retirement System (CalPERS) plan (the Plan) and additions to/deductions from the Plan's 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. Other Postemployment Benefits (OPEB)

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

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Valuation Date	June 30, 2019
Measurement Date	June 30, 2019
Measurement Period	July 1, 2018 to June 30, 2019

O. Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are 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.

P. Equity Classifications

Government-wide Statements

Net position is the excess of all the Town's assets and deferred outflows of resources over all its liabilities and deferred inflows of resources, regardless of fund. Net position is divided into three categories. These categories apply only to net position, which is determined at the government-wide level, and are described below:

- a. *Net Investment in Capital Assets* - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. *Restricted Net position* - Consists of net position with constraints place on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. *Unrestricted Net Position* - All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

Fund Statements

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- a. *Nonspendable* - Amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- b. *Restricted* - Amounts that are restricted for specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, laws, or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- c. *Committed* - Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- d. *Assigned* - Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted or committed.
- e. *Unassigned* - Amounts representing the residual classification for the general fund and residual negative fund balance of special revenue and capital project funds.

Further detail about the Town's fund balance classification is described in Note 10.

Q. Use of 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 certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

R. Implementation of Government Accounting Standards Board Statements

Effective July 1, 2019, the Town implemented the following accounting and financial reporting standards:

Governmental Accounting Standards Board Statement No. 95

In May 2020, GASB issued Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018 and later. The Town adopted this accounting guidance for its June 30, 2020 year-end.

S. Future Government Accounting Standards Board Statements

These statements are not effective until July 1, 2020 or later. The Town has not determined the effects on the financial statements.

Government Accounting Standards Board Statement No. 84

In January 2017, GASB issued Statement No. 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2021.

Government Accounting Standards Board Statement No. 87

In June 2017, GASB issued Statement No. 87, *Leases*. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2022.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government Accounting Standards Board Statement No. 89

In June 2018, GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business type activity or enterprise fund. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2022.

Government Accounting Standards Board Statement No. 90

In August 2018, GASB issued Statement No. 90, *Majority Equity Interests - an amendment of GASB Statements No. 14 and 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. This Statement establishes that ownership of a majority equity interest in a legally separate organization results in the government being financially accountable for the legally separate organization and, therefore, the government should report that organization as a component unit. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2021.

Government Accounting Standards Board Statement No. 91

In May 2019, GASB issued Statement No. 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2023.

Government Accounting Standards Board Statement No. 92

In January 2020, GASB issued Statement No. 92, *Omnibus 2020*. The primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2022.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government Accounting Standards Board Statement No. 93

In March 2020, GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. The primary objective of this Statement is to address accounting and financial reporting implications that result from the replacement of an interbank offered rate (IBOR). The Town has not determined what impact, if any, this pronouncement will have on the financial statements. The removal of LIBOR as an appropriate benchmark interest rate is effective for the Town's fiscal year ending June 30, 2022. All other requirements of this statement are effective for the Town's fiscal year ending June 30, 2022.

Government Accounting Standards Board Statement No. 94

In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). A PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial assets, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). An APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. The requirements of this statement are effective for the Town's fiscal year ending June 30, 2023.

Government Accounting Standards Board Statement No. 96

In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for governments, defines a SBITA, establishes that a SBITA results in a right-to-use subscription asset-an intangible asset-and a corresponding liability, provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA, and requires note disclosures regarding a SBITA. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. The requirements of this statement are effective for the Town's fiscal year ending June 30, 2023.

Government Accounting Standards Board Statement No. 97

In June 2020, GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans an Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32*. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a partial component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. The requirements of this statement related to the accounting and financial reporting for Section 457 plans are effective for the Town's fiscal year ending June 30, 2022.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The following procedures are performed by the Town in establishing the budgetary data reflected in the financial statements:

- 1) The Finance Director submits a preliminary budget by mid-June of each year to Town Council. The final budget is officially adopted before June 30. The operating budget includes proposed expenditures and the means of financing them.
- 2) Public hearings are conducted to obtain taxpayers' comments.
- 3) The appropriated budget is prepared by fund, department, and division. The government department heads may make transfers of appropriation within a department. Transfers of appropriations between departments requires approval of the Town Manager. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level.
- 4) The budget is legally adopted through the passage of a council resolution.
- 5) The Town Council may amend the budget by resolution during the fiscal year. The Town Manager may transfer appropriations from one program, activity, or object to another within the same fund. All appropriations lapse at the end of the fiscal year to the extent they have not been expended. Capital project funds are based on a project time frame, rather than a fiscal year "operating" time frame reappropriating unused appropriations from year to year until project completion.
- 6) A budget review is presented to the Town Council by the Town Manager mid-year and approved additions or changes are legally adopted through Council resolution.
- 7) Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and the Capital Project Funds.
- 8) Budgets for the General, Special Revenue, and Capital Project Funds are adopted on a basis consistent with United States generally accepted accounting principles.

There were no budgets prepared for the following funds:

Fund
Speical Projects Fund
Improvement Agreements Fund
North Valley/Butte Strong
COVID-19 Fund
FEMA Reimbursement
Police Department Seizure
USDA Fund
Police Fund
FED CMAQ Mgmt Air Quality Fund
Disaster Recovery Projects Fund
General Misc. Donations Fund
SB-2 Building & Homes Job Act Fund

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Excess of Expenditures and Transfers Out over Appropriations

The funds below incurred expenditures and transfers in excess of budgets in the amounts below. Sufficient resources were available in the fund balance of the funds.

<u>Fund</u>	<u>Final Appropriation</u>	<u>Expenditures and Transfers Out</u>	<u>Excess</u>
Major Fund:			
General Fund	\$ 13,674,670	\$ 14,163,971	\$ 489,301
Camp Fire 2018 Fund	2,413,721	2,939,324	525,603
Building Safety and Wastewater Service Fund	3,793,663	3,814,815	21,152
Non-major Funds:			
Gas Tax Fund	1,350,789	1,386,211	35,422
Animal Control Shelter Fund	389,898	409,080	19,182
Business and Housing Services Fund	339,325	404,060	64,735
Local Transportation Fund	1,800	2,733	933
Fed CMAQ Congestion Air Quality Fund	-	23,729	23,729
Highway Safety Improvement Fund	534,000	665,474	131,474
Disability Access and Education Fund	10	33	23
Abandoned Vehicle Fund	11,264	17,167	5,903

C. Fund Deficits

At June 30, 2020, the following governmental funds had a fund deficit:

<u>Fund</u>	<u>Deficit</u>
Camp Fire 2018 Fund	\$ (1,277,368)
Animal Control Shelter	(101)
Capital Improvement	(1)
Traffic Safety	(1,170)
Business and Housing Services	(172,951)
Highway Safety Improvement	(1)
COVID-19	(31,483)
Police Seizures Department Fund	(1,302)
SB-2 Building Homes and Jobs Act	(13,036)

The fund balance deficits are primarily due to the Town incurring costs in advance of receipt of revenues and will be eliminated through future revenues and expenditure reductions.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 3: CASH AND INVESTMENTS

Cash and investments as of June 30, 2020 were classified in the accompanying financial statements as follows:

Governmental activities:	
Cash and investments	\$ 18,088,694
Restricted cash and investments:	
Fiscal agents	15,797
FEMA grant	<u>4,204,078</u>
Total restricted cash and investments	<u>4,219,875</u>
Total governmental activities	<u>22,308,569</u>
Fiduciary activities:	
Cash and investments	212,526
Restricted cash and investments with fiscal agents	<u>420,842</u>
Total fiduciary activities	<u>633,368</u>
Total cash and investments	<u>\$ 22,941,937</u>

Cash and investments were carried at fair value as of June 30, 2020 and consisted of the following:

Petty cash	\$ 1,350
Deposits with financial institutions	5,850,666
Investments	<u>17,089,921</u>
Total cash and investments	<u>\$ 22,941,937</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

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

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in one Issuer
Asset Backed Securities	5 years	20%	None
Bankers Acceptances	180 days	40%	None
Commercial Paper (avg Maturity -31 days)	31 days	30%	None
Commercial Paper (avg Maturity -180 days)	180 days	15%	None
Local Agency Investment Fund (LAW)	N/A	Unlimited	\$50 million
Medium Term Notes	5 years	30%	None
Money Market Accounts	N/A	15%	None
Mutual Funds	5 years	20%	None
Negotiable Certificates of Deposit	3 years	30%	None
Repurchase Agreements	1 year	20%	None
Time Certificates of Deposit	3 years	Unlimited	None
Treasury Bills and Notes	5 years	Unlimited	None
U.S. Government and Agency Securities	5 years	Unlimited	None

Investments Authorized by Debt Agreements

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	None	None	None
U.S. Agency Securities	None	None	None
Money Market Accounts	N/A	None	None
Certificates of Deposit with Banks and Savings & Loans	None	None	None
Investment Contracts	None	None	None
Commercial Paper, Prime Quality	None	None	None
Municipal Obligations	None	None	None
Banker's Acceptances, Prime Quality	1 year	None	None
Local Agency Investment Fund (LAIF)	None	None	None

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Investment Valuation

Investments are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: 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 Town's money market funds held by bond trustees were measured using Level 2 inputs at June 30, 2020.

Disclosure Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Town's interest rate risk is mitigated 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 flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the Town's investments (including investments held by bond trustee) to market rate fluctuations is provided by the following table that shows the distribution of the Town's investments by maturity as of June 30, 2020:

Investment Type	Remaining Maturity		
	12 months or less	1-5 years	Fair Value
State Investment Pool (LAIF)	\$ 16,883,181	\$ -	\$ 16,883,181
Held by bond trustee:			
Money market funds	<u>206,740</u>	<u>-</u>	<u>206,740</u>
	<u>\$ 17,089,921</u>	<u>\$ -</u>	<u>\$ 17,089,921</u>

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The Town had no investments (including investments held by bond trustees) that were highly sensitive to interest rate fluctuations as of June 30, 2020.

Disclosures Relating to Credit Risk

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

	Total	Rating as of Fiscal Year End		
		S&P	Moody's	N/A
State Investment Pool (LAIF)	\$ 16,883,181			Not rated
Held by bond trustee:				
Money market funds	<u>206,740</u>	AAAm	Aaa	
	<u>\$ 17,089,921</u>			

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Concentration of Credit Risk

The Town complies with the limitations on the amount that can be invested in any one issuer as stipulated by the California Government Code. The Town held no investments in any one issuer (other than external investment pools) that represented 5% or more of total Town investment as of June 30, 2020.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of 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 does not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the government unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Town's deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2020, the carrying amount of the Town's deposits was \$5,850,666 and bank balances were \$1,960,567 of which \$250,000 was insured by FDIC coverage limits.

Investment in State Investment Pool

The Town is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the Town's investment in this pool is reported in the accompanying financial statements at amounts based upon the Town's pro-rata share of the fair value provided by LAIF for the entire 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: LOANS RECEIVABLE

Housing Rehabilitation and Affordable Housing Loans

The Town engages in programs designed to encourage construction or improvement in low-to-moderate income housing or other projects. Under these programs, grants or loans are provided under favorable terms to homeowners or developers who agree to spend these funds in accordance with the Town's terms. The balance of the loans receivable arising from these programs at June 30, 2020 was \$8,369,292, which included loans to homeowners totaling \$2,550,315, and loans to the developer (Paradise Community Village) totaling \$5,818,977. As of June 30, 2020 loans receivable balances of \$7,240,464 and \$1,128,828 are recorded in the Town's Home Grant and nonmajor governmental funds, respectively. On a modified accrual basis, these amounts are not available to pay for current period expenditures and are offset by deferred inflows of resources for the full amount as of June 30, 2020.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 5: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2020 was as follows:

	<u>July 1, 2019</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	<u>June 30, 2020</u>
Capital assets not being depreciated					
Land	\$ 1,375,284	\$ 267,483	\$ -	\$ -	\$ 1,642,767
Construction-in-progress	<u>1,115,868</u>	<u>1,338,410</u>	<u>-</u>	<u>(242,929)</u>	<u>2,211,349</u>
Total capital assets not being depreciated	<u>2,491,152</u>	<u>1,605,893</u>	<u>-</u>	<u>(242,929)</u>	<u>3,854,116</u>
Capital assets being depreciated					
Buildings and improvements	2,131,364	721,822	-	-	2,853,186
Infrastructure	27,248,975	-	-	242,929	27,491,904
Machinery and equipment	1,605,474	119,080	-	-	1,724,554
Vehicles	<u>3,896,561</u>	<u>174,610</u>	<u>(135,966)</u>	<u>-</u>	<u>3,935,205</u>
Total capital assets being depreciated	<u>34,882,374</u>	<u>1,015,512</u>	<u>(135,966)</u>	<u>242,929</u>	<u>36,004,849</u>
Less: accumulated depreciation for:					
Buildings and improvements	(1,556,470)	(63,602)	-	-	(1,620,072)
Infrastructure	(9,505,290)	(1,374,521)	-	-	(10,879,811)
Machinery and equipment	(1,415,567)	(101,119)	-	-	(1,516,686)
Vehicles	<u>(2,769,918)</u>	<u>(272,586)</u>	<u>135,966</u>	<u>-</u>	<u>(2,906,538)</u>
Total accumulated depreciation	<u>(15,247,245)</u>	<u>(1,811,828)</u>	<u>135,966</u>	<u>-</u>	<u>(16,923,107)</u>
Capital assets, net	<u>\$ 22,126,281</u>	<u>\$ 809,577</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,935,858</u>

Depreciation expense for the year ended June 30, 2020 was charged to functions based on their usage of the related assets as follows:

General government	\$ 110,780
Public safety	359,856
Parks and recreation	177,305
Streets	<u>1,163,887</u>
Total governmental activities depreciation expense	<u>\$ 1,811,828</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 6: INTERFUND TRANSACTIONS

Due to/from Other Funds

Current interfund balances arise from one fund advancing monies to another fund with the intent of being repaid in the next fiscal year. The composition of interfund balances at June 30, 2020, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Description</u>	<u>Amount</u>
<u>Major Fund</u>	<u>Non-major Funds</u>		
General Fund	Police Department Seizures Fund	Deficit cash balance	\$ 1,305
General Fund	Animal Control Shelter	Deficit cash balance	9,349
General Fund	Fed CMAQ Congestion Mgmt Air Quality	Deficit cash balance	2,968
General Fund	COVID-19 Fund	Deficit cash balance	27,728
General Fund	Highway Safety Improvement	Deficit cash balance	660,554
General Fund	Traffic Safety	Deficit cash balance	1,306
General Fund	USDA	Deficit cash balance	361,378
General Fund	FEMA Reimbursement	Deficit cash balance	200,800
General Fund	Active Transportation Program	Deficit cash balance	10,201
General Fund	Business and Housing Services	Deficit cash balance	167,512
General Fund	SB-2 Building Homes and Jobs Act	Deficit cash balance	6,131
General Fund	Improvement Agreements	Home Loan	3,611
Camp Fire 2018 Fund	Improvement Agreements	Home Loan	447
Building Safety and Waste Water Services Fund	Improvement Agreements	Home Loan	2,830
<u>Major Fund</u>	<u>Major Fund</u>		
General Fund	Camp Fire 2018 Fund	Deficit cash balance	<u>724,895</u>
		Total Major Fund Receivables	<u>2,181,015</u>
<u>Non-major Fund</u>	<u>Major Funds</u>		
Various Non-major Governmental Funds	Improvement Agreements	Home Loan	6,615
		Total Nonmajor Fund Receivables	<u>6,615</u>
		Total Due to/From	<u>\$ 2,187,630</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 6: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Interfund Transfers to/from Other Funds

In general, the Town uses interfund transfers to (1) move revenues from the funds that collect them to the funds that statute or budget requires to expend them, (2) use unrestricted revenues collected in the General Fund to help finance various programs and capital projects accounted for in other funds in accordance with budgetary authorization, and (3) move cash to debt service funds from the funds responsible for payment as debt service payments become due.

Transfer between funds during the fiscal year ended June 30, 2020 were as follows:

<u>Transfer from</u>	<u>Transfer to</u>	<u>Description of Transfer</u>	<u>Amount</u>
<u>Major Governmental Funds</u>			
General Fund	Animal Control Shelter Fund	Operation contribution to balance fund	\$ 252,953
General Fund	Housing Authority	Contribution for RDA dissolution	3,917
Home Grant Fund	Business and Housing Services	Qtrly transfers for program income	12,948
Camp Fire 2018 Fund	General Fund	Wage reimbursement for camp fire	15,117
Building Safety and Waster Water Service	General Fund	Monthly allocated costs/POB	<u>207,174</u>
		Total Major Governmental Funds Transfers	<u>492,109</u>
<u>Non-Major Governmental Funds</u>			
Animal Control Shelter Fund	General Fund	Monthly allocated costs/POB	69,689
Transportation Capital Projects Fund	General Fund	Monthly allocated costs/POB	5,247
Gas Tax Fund	General Fund	Monthly allocated costs/POB	210,350
USDA Fund	General Fund	Monthly allocated costs/POB	256,760
Traffic Safety Fund	General Fund	Monthly budgeted transfers	6,500
Business and Housing Services	General Fund	Monthly Allocated Costs/POB	89,786
HUD Revolving Loan Fund	General Fund	Monthly Allocated Costs/POB	3,795
One-Time Grants Misc	General Fund	Monthly Allocated Costs/POB	171,000
Abandoned Vehicle Abatement	General Fund	Reimburse for wages and mileage	15,610
FEMA Fund	General Fund	Grant to support camp fire recovery	200,800
General Miscellaneous Donations	Camp Fire 2018 Fund	Donations to support camp fire recovery	166,328
General Miscellaneous Donations	Disaster Recovery Projects	Grants and donations to support recovery	6,745
USDA Fund	Disaster Recovery Projects	Grants and donations to support recovery	104,618
North Valley/Butte Strong	Disaster Recovery Projects	Grants and donations to support recovery	146,105
One-Time Grants Misc	Disaster Recovery Projects	Grants and donations to support recovery	20,000
Transportation Capital Projects Fund	Capital Improvement Fund	Contribution towards CIP projects	31,544
Federal CMAQ Fund	Capital Improvement Fund	Contribution towards CIP projects	1,913
Highway Safety Improvement Fund	Capital Improvement Fund	Contribution towards CIP projects	634,649
Capital Improvement Fund	Active Transportation Fund	Contribution towards CIP projects	9,529
One-Time Grants Misc	Capital Improvement Fund	Contribution towards CIP projects	198,175
Transportation Capital Projects Fund	Gas Tax Fund	Wage transfer for CIP's	561
Federal CMAQ Fund	Gas Tax Fund	Wage transfer for CIP's	20,762
Highway Safety Improvement Fund	Gas Tax Fund	Wage transfer for CIP's	30,825
Active Transportation Fund	Gas Tax Fund	Wage transfer for CIP's	511
HUD Revolving Loan Fund	Business and Housing Services	Quarterly transfer for program income	356
Cal Home Rehabilitation Fund	Business and Housing Services	Quarterly transfer for program income	20,193
State SLESF Grant	General Fund	Monthly budget transfer for CSO Rollo	157,756
HUD Revolving Loan Fund	Business and Housing Services	Payroll transfer	<u>58,451</u>
		Total Non-Major Governmental Funds Transfers	<u>2,638,558</u>
		Total Governmental Interfund Transfers	\$ <u>3,130,667</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7: LONG TERM DEBT

A. Changes in Long-term Liabilities

The following is a summary of changes in the Town's long-term liabilities for the fiscal year ended June 30, 2020:

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2020</u>	<u>Due within One Year</u>
Government Activities:					
Bonds payable	\$ 5,037,471	\$ -	\$ (507,371)	\$ 4,530,100	\$ 494,651
Accreted interest payable	4,922,822	24,528	-	4,947,350	560,587
Capital leases	603,946	-	(313,065)	290,881	225,417
CDF Retiree Health Vesting	272,345	-	(67,697)	204,648	67,956
Compensated absences	<u>361,714</u>	<u>34,104</u>	<u>-</u>	<u>395,818</u>	<u>99,325</u>
 Total Long-term Liabilities	 <u>\$ 11,198,298</u>	 <u>\$ 58,632</u>	 <u>\$ (888,133)</u>	 <u>\$ 10,368,797</u>	 <u>\$ 1,447,936</u>

B. Bonds Payable

On April 1, 2007, the Town pursuant to an Agreement with the California Statewide Communities Development Authority issued \$10,918,154 of Pension Obligation Bonds. The aggregate total amount of the bonds for all agencies was \$87,475,699 which includes \$65,140,000 of Series A-1 current interest and \$22,335,699 of Series A-2 capital appreciation bonds. The Town only participated in the Series A-2 bonds. The issuance of the bonds provided monies to meet the Town's obligation to pay the Town's unfunded accrued actuarial liability (UAAL) and employer contribution amount to the California Public Employees Retirement System (PERS). The Town's obligation includes among others, the requirement to amortize the unfunded accrued liability over a multi-year period. On April 1, 2007, the Town contributed \$10,635,313 of the bond proceeds to PERS to fund a portion of the unfunded liability and the employer contribution amount for the Miscellaneous and Safety Plans that provides retirement benefits to the Town's employees and public safety officers. The Town paid cost of issuance fees of \$282,841.

Interest on Series A-2 capital appreciation bonds is payable on June 1 and December 1. The rate of interest varies from 5.160% to 5.694% per annum. Principal is payable in annual installments ranging from \$238,761 to \$648,234 commencing on June 1, 2010 and ending on June 1, 2031. The balance outstanding as of June 30, 2020 was \$4,530,100. The accreted interest on the capital appreciation bonds balance as of June 30, 2020 was \$4,947,350.

	<u>For the Year Ending June 30</u>	<u>Principal</u>	<u>Interest*</u>	<u>Total</u>
2021	\$	494,651	\$ 590,349	\$ 1,085,000
2022		484,425	640,575	1,125,000
2023		469,658	685,342	1,155,000
2024		459,239	735,761	1,195,000
2025		448,824	786,176	1,235,000
2026 - 2030		1,934,543	4,325,457	6,260,000
2031 - 2032		<u>238,760</u>	<u>686,240</u>	<u>925,000</u>
 Total		 <u>\$ 4,530,100</u>	 <u>\$ 8,449,900</u>	 <u>\$ 12,980,000</u>

* The amount includes accreted interest.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7: LONG TERM DEBT (CONTINUED)

C. Loans payable

CDF Retiree Health Vesting

In 2013, the Town entered into a loan agreement with the Department of Forestry and Fire Protection. The note bears interest at .382%, payable in annual installments based upon a ten year amortization schedule and matures in full on July 1, 2022.

For the Year Ending June 30	Principal	Interest
2021	\$ 67,956	\$ 782
2022	68,216	522
2023	68,476	-
Total	\$ 204,648	\$ 1,304

D. Capital Lease Obligations

The Town has entered into various lease agreements as lessee for financing the acquisition of capital assets. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of inception date.

Santander Ford Explorer Lease

During the fiscal year 2017-2018, the Town entered into an agreement with Santander Bank to lease three ford explorer patrol vehicles and equipment. The lease requires 20 quarterly installments of \$7,927 until June 2022. The total lease payment of the lease was \$158,530. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

For the Year Ending June 30	Payment
2021	\$ 31,706
2022	31,706
Total minimum lease payments	63,412
Less: amount representing interest	(1,651)
Present value of minimum lease payments	\$ 61,761

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7: LONG TERM DEBT (CONTINUED)

Enterprise Fleet Management #1

During the fiscal year 2017-2018, the Town entered into an agreement to lease a Chevy Colorado (VIN 213123). The lease requires 60 monthly installments of \$498 with a final payment of \$5,464 in February 2023. The total lease payment of the lease was for \$29,691. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

Fiscal Year Ending June 30	Payment
2021	\$ 5,977
2022	5,977
2023	8,951
Total minimum lease payments	20,905
Less: amount representing interest	(1,797)
Present value of minimum lease payments	\$ 19,108

Enterprise Fleet Management #2

During the fiscal year 2017-2018, the Town entered into an agreement to lease a Chevy Colorado (VIN 210305). The lease requires 60 monthly installments of \$498 with a final payment of \$5,464 in February 2023. The total lease payment of the lease was for \$29,691. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

Fiscal Year Ending June 30	Payment
2021	\$ 5,977
2022	5,977
2023	8,951
Total minimum lease payments	20,905
Less: amount representing interest	(1,797)
Present value of minimum lease payments	\$ 19,108

West America Equipment Lease #1

During the fiscal year 2014-2015, the Town entered into an agreement to lease several pieces of equipment for the Town. The lease required 20 quarterly installments of \$3,084. The total lease payment of the lease was for \$56,200. The lease obligation was paid off during the fiscal year 2019-2020 with final payment in the amount of \$2,990.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7: LONG TERM DEBT (CONTINUED)

West America Equipment Lease #3

During the fiscal year 2016-2017, the Town entered into an agreement to lease a pumper for the Town. The lease requires 16 quarterly installments of \$20,138. The total lease payment of the lease was for \$322,204. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

Fiscal Year Ending June 30	Payment
2021	\$ <u>40,276</u>
Total minimum lease payments	40,276
Less: amount representing interest	<u>(310)</u>
Present value of minimum lease payments	\$ <u><u>39,966</u></u>

Santander Equipment Lease

During the fiscal year 2015-2016, the Town entered into an agreement with Santander Leasing, LLC to lease several pieces of equipment for the Town's IT and Police departments. The lease requires 20 quarterly installments of \$14,258. The lease obligation was paid off during the fiscal year 2019-2020 with final payment in the amount of \$56,304.

Santander Firetruck Lease

During the fiscal year 2015-2016, the Town entered into an agreement with Santander Leasing, LLC to finance the lease of a new fire department vehicle. The lease requires 24 quarterly installments of \$21,658. The total lease payment of the lease was for \$519,790. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

Fiscal Year Ending June 30	Payment
2021	\$ <u>86,632</u>
Total minimum lease payments	86,632
Less: amount representing interest	<u>(1,210)</u>
Present value of minimum lease payments	\$ <u><u>85,422</u></u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7: LONG TERM DEBT (CONTINUED)

U.S Bancorp Equipment Lease

During the fiscal year 2016-2017, the Town entered into an agreement with U.S. Bancorp Government Leasing and Finance, Inc. to lease several pieces of equipment for the Town's Police department. The lease requires 20 quarterly installments of \$10,993. The total lease payment of the lease was for \$219,855. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

Fiscal Year Ending June 30	Payment
2021	\$ 43,971
2022	10,993
Total minimum lease payments	54,964
Less: amount representing interest	(730)
Present value of minimum lease payments	\$ 54,234

Inland Business Systems

During the fiscal year 2016-2017, the Town entered into an agreement to lease five new Bizhub multifunction devices. The lease requires monthly installments of \$906 until July 2022.

Fiscal Year Ending June 30	Payment
2021	\$ 10,878
2022	906
Total minimum lease payments	11,784
Less: amount representing interest	(502)
Present value of minimum lease payments	\$ 11,282

E. Compensated Absences

Town employees accumulate earned but unused vacation and sick leave benefits, which can be converted to cash at termination of employment. The Town has estimated that the due within one year balance of compensated absences is \$99,325. The remaining amounts are reported as non-current liabilities due in more than one year on the statement of net position. No expenditure is reported for these amounts in the fund statements. In the statement of activities, the expenditure is allocated to each function based on usage. The non-current portion of these vested benefits, payable in accordance with various collective bargaining agreements, at June 30, 2020, total \$296,493 for governmental activities.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN

A. General Information about the Pensions Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The Town sponsors six rate plans (three miscellaneous and three safety). Benefit provisions under the Plan are established by State statute and Town resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

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 Employee's Retirement Law.

The rate plan's provisions and benefits in effect at June 30, 2020, are summarized as follows:

	Miscellaneous			Safety		
	Tier I	Tier II	PEPRA	Tier I	Tier II	PEPRA
Benefit Formula	2.5% @ 55	2% @ 60	2% @ 62	3% @ 50	3% @ 55	2.7% @ 57
Benefit Vesting Schedule	5 years service	5 years service	5 years service	5 years service	5 years service	5 years service
Benefit Payments	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly
Retirement Age	55	60	62	50	55	57
Monthly Benefits, as a % of Eligible Compensation	2.5%	2.0%	2.0%	3.0%	3.0%	2.7%
Required Employee Contribution Rates	8.000%	7.000%	6.250%	9.000%	9.000%	11.500%
Required Employer Contribution Rates*	36.870%	9.287%	7.729%	208.568%	19.278%	13.195%

* The employer contribution rate is the sum of the plans' employer normal cost rate plus the employer unfunded accrued liability.

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 the July 1 following notice of a change in the rate. Funding contributions for the Plan 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 Town is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. The Town's contributions to the Plan for year ending June 30, 2020 were \$1,940,581.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN (CONTINUED)

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

As of June 30, 2020, the Town reported a net pension liability for its proportionate share of the net pension liability of the Plan of \$23,502,428.

The Town's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2019, and the total pension liability for the Plan used to calculate the net pension liability was determined by an annual actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019 using standard update procedures. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The Town's proportionate share of the net pension liability for the Plan as of June 30, 2018 and 2019 was as follows:

Proportion - June 30, 2018	0.22659 %
Proportion - June 30, 2019	<u>0.22936 %</u>
Change - Increase (Decrease)	0.00277 %

For the year ended June 30, 2020, the Town recognized pension expense of \$3,708,467. At June 30, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to the measurement date	\$ 1,940,581	\$ -
Difference between actual contributions made by employer and the employer's proportionate share of the risk pool's total contribution	-	1,205,811
Differences between actual and expected experience	1,560,470	33,573
Changes in assumptions	1,005,101	243,548
Adjustment due to differences in proportions	245,937	162,845
Net differences between projected and actual earnings on plan investments	<u>-</u>	<u>346,564</u>
Total	<u>\$ 4,752,089</u>	<u>\$ 1,992,341</u>

\$1,940,581 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>For the Fiscal Year Ended June 30,</u>	<u>Net Deferred Outflows (Inflows) of Resources</u>
2021	\$ 1,045,198
2022	\$ (414,263)
2023	\$ 119,983
2024	\$ 68,249

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN (CONTINUED)

Actuarial Assumptions

The total pension liabilities in the June 30, 2018 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous & Safety Plans
Valuation Date	June 30, 2018
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.15% net of pension plan investment expenses; includes inflation
Mortality (1)	Derived using CalPERS membership data for all funds
Post Retirement Benefit Increase	Contract COLA up to 2.50% until purchasing power protection allowance floor on purchasing power applies, 2.50% thereafter

(1) The mortality table used was developed based on CalPERS' specific data. The table includes 15 years of mortality improvements using Society of Actuaries 90 percent Scale MP 2016. For more details on this table, please refer to the April 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) available on CalPERS website.

Other significant actuarial assumptions used in the June 30, 2018 valuation were based on the results of the actuarial experience study for the fiscal years 1997 to 2015, including updates to salary increase, mortality and retirement rates.

Changes in Assumptions

For the measurement period June 30, 2019, there were no changes in assumptions.

Discount Rate

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

Long-term Expected Rate of Return

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

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN (CONTINUED)

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

The table below reflects the long-term expected real rate of return by asset class. 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>Assumed Asset Allocation</u>	<u>Real Return Years 1-10 (a)</u>	<u>Real Return Years 11+ (b)</u>
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Asset	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Estate	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	(0.92%)

(a) An expected inflation of 2.00% used for this period

(b) An expected inflation of 2.92% used for this period

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

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

<u></u>	<u>Discount Rate -1%</u> <u>(6.15%)</u>	<u>Current Discount</u> <u>Rate</u> <u>(7.15%)</u>	<u>Discount Rate +1%</u> <u>(8.15%)</u>
Net Pension Liability (Asset)	\$ 34,486,209	\$ 23,502,428	\$ 14,479,292

Pension Plan Fiduciary Net Position

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

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (OPEB)

Description of the Plan

The post-employment benefit plan is a single-employer defined healthcare plan administered by the Town. The Town provides postretirement medical benefits, as provided for in various collective bargaining agreements for retirees that meet certain criteria. Upon enrollment in the PERS medical program, health plans for employees retiring after enrollment shall be in accordance with PERS medical program regulations. Employees of the Town, who immediately upon termination, retire under the PERS retirement plan, and remain in the Town's medical plan, shall have a Town paid contribution towards the medical plan premium not to exceed the Town contribution to an active employee/employee plus spouse/employee plus 2 persons rate as prescribed in Town Resolution and PERS Health Plan Regulations.

The Town of Paradise participates in the Self-Insured Schools of California ("SISC") Trust (the "Plan") to pre-fund Other Post-employment Benefits (OPEB) liabilities reported in accordance with the Governmental Accounting Standards Board (GASB), and as specified in the Town policies and/or bargaining agreements. The SISC has made the program available to the Town and its eligible employees a Trust Fund known as the SISC Trust. The Trust Fund is intended to be a tax-exempt governmental trust established under Internal Revenue Section 115 and an irrevocable trust under applicable law of the State of California.

Employees Covered

As of the June 30, 2019 actuarial valuation, the following current and former employees were covered by the benefit terms under the Health Plan:

Active employees	54
Inactive employees, spouses, or beneficiaries currently receiving benefit payments	<u>81</u>
Total	<u><u>135</u></u>

Contributions

The Town funds the plan on a pay-as-you-go basis. For the year ended June 30, 2020, the Town paid \$781,580 on behalf of retirees, and did not contribute to the trust.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Net OPEB Liability

The Town's net OPEB liability ("NOL") was measured as of June 30, 2019 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2019 based on the following actuarial methods and assumptions:

Valuation Date	June 30, 2019
Funding Method	Entry Age Normal Cost, level percent pay
Asset Valuation Method	Market value of assets
Long Term Return on Assets	6.50%
Discount Rates	6.50%
Participates Valued	Only current active employees and retired participants and covered dependents are valued. No future entrants are considered in this valuation. Employees with no current medical coverage are assumed to elect PERS Choice upon retirement, with no dependents.
Service Retirement Rates	Retirement rates for non-safety employees are taken from the 2014 CalPERS OPEB Assumptions Model for "Public Agency Miscellaneous 2.0% at 55" For police employees, retirement rates are taken from the CalPERS "Police with 3.0% at 50" table.
Benefit Cap Increases	Benefit caps for all employees are assumed to remain unchanged in all future years.
General Inflation Rate	2.75% per annum
Mortality Improvement	2017 CalPERS OPEB assumptions Model.
Healthcare Trend Rate	5.00% in the first year, trending down to 5% for years 21 and thereafter.

Discount Rate

The discount rate used to measure the total OPEB liability was 6.50%. The discount rate is set equal to the expected long-term rate of return on the invested assets. The cash flows of the OPEB plan were projected to future years, assuming that the Town will contribute an amount at least equal to retirees' benefits plus \$50,000 per year, until the Net OPEB Liability is expected to be \$0, and then small amounts thereafter to keep the NOL at \$0. Under that projection, the plan assets are projected to be adequate to pay all benefits to retirees in all future years, so the discount rate has been set equal to the long-term expected rate of return on investments.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Changes in the Net OPEB Liability

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

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c) = (a) - (b)
Balance at June 30, 2019	\$ 10,600,903	\$ 206,817	\$ 10,394,086
Service cost	153,868	-	153,868
Interest cost	663,993	-	663,993
Differences between actual and expected experience	(424,055)	-	(424,055)
Expected investment income	-	12,915	(12,915)
Assumption changes	(19,451)	-	(19,451)
Employer contributions	-	771,250	(771,250)
Benefit payments	(771,250)	(771,250)	-
Administrative expenses	-	(323)	323
Net change during 2019-20	<u>(396,895)</u>	<u>12,592</u>	<u>(409,487)</u>
Balance at June 30, 2020	<u>\$ 10,204,008</u>	<u>\$ 219,409</u>	<u>\$ 9,984,599</u>

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

The following represents the net OPEB liability of the Town, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for the measurement period ended June 30, 2019:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Net OPEB Liability	\$ <u>11,013,458</u>	\$ <u>9,984,599</u>	\$ <u>9,109,169</u>

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

The following represents the net OPEB liability of the Town, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2019:

	1% Decrease (4.00%)	Current Healthcare Cost Trend Rate (5.00%)	1% Increase (6.00%)
Net OPEB Liability	\$ <u>9,845,158</u>	\$ <u>9,984,599</u>	\$ <u>10,118,352</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Recognition of Deferred Outflows and Deferred Inflows of Resources

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

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

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

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

OPEB Expenses and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2020, the Town recognized OPEB expense of \$726,799. As of fiscal year ended June 30, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	\$ 781,580	\$ -
Differences between expected and actual experience	-	350,942
Change of assumptions	-	16,097
Net difference between projected and actual earnings on OPEB plan investments	414	3,748
Total	\$ 781,994	\$ 370,787

\$781,580 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the subsequent fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as follows:

For the Fiscal Year Ending June 30,	Recognized Net Deferred Outflows (Inflows) of Resources
2021	\$ (77,952)
2022	(77,952)
2023	(76,933)
2024	(76,365)
2025	(61,171)

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 10: FUND BALANCES

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent.

The Town of Paradise has established the following fund balance procedures:

Non-Spendable: Amounts that cannot be spent because they are either (a) not in spendable form (not expected to be converted to cash) or (b) legally or contractually required to be maintained intact. The Town has classified prepaid items and advances as nonspendable since these items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

Restricted: Amounts subject to externally enforceable legal restrictions or constrained for a specific purpose by external parties, constitutional provision, or enabling legislation. This fund balance type is essentially the same definition as restricted net position under GASB Statement No. 34.

Committed: The Town Council, as the Town's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by formal action taken, such as an ordinance or resolution. These committed amounts cannot be used for any other purpose unless the Town Council removes or changes the specified use through the same type of formal action taken to establish the commitment. Town Council action to commit fund balance needs to occur within the fiscal reporting period; however the amount can be determined subsequently.

Assigned: Amounts that are constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed, should be reported as assigned fund balance. The policy hereby delegates the authority to assign amounts to be used for specific purposes to the Town Manager and the Finance Director for the purpose of reporting these amounts in the annual financial statements.

Unassigned: Residual amounts in the general fund, not classified as non-spendable, restricted, committed, or assigned. For other governmental fund types, unassigned is only used when a deficit or negative fund balance occurs.

The accounting policies of the Town consider restricted fund balance to have been spent first when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the Town considers committed amounts to be reduced first, followed by assigned amounts, and unassigned amounts.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 10: FUND BALANCES (CONTINUED)

As of June 30, 2020, fund balances consisted of the following:

	<u>General Fund</u>	<u>Home Grant Fund</u>	<u>Camp Fire 2018 Fund</u>	<u>Building Safety and Waste Water Services Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:						
Prepaid Advances	\$ 1,555	\$ -	\$ -	\$ -	\$ -	\$ 1,555
	<u>1,275,519</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,275,519</u>
Total nonspendable fund balances	<u>1,277,074</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,277,074</u>
Restricted for:						
Special projects	-	-	-	-	255,359	255,359
Debt service	-	-	-	-	41,563	41,563
Community development	-	1,881,721	-	-	2,778,929	4,660,650
General plan	-	-	-	-	967,746	967,746
Public safety	-	-	-	-	369,655	369,655
Streets and roads	-	-	-	-	1,112,935	1,112,935
Wastewater and drainage	-	-	-	2,678,101	760,552	3,438,653
Capital projects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,120,705</u>	<u>1,120,705</u>
Total restricted fund balances	<u>-</u>	<u>1,881,721</u>	<u>-</u>	<u>2,678,101</u>	<u>7,407,444</u>	<u>11,967,266</u>
Assigned for:						
Measure C	653,723	-	-	-	-	653,723
Property abatement	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
Total assigned fund balances	<u>673,723</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>673,723</u>
Unassigned	<u>221,793,413</u>	<u>-</u>	<u>(1,277,368)</u>	<u>-</u>	<u>(220,045)</u>	<u>220,296,000</u>
Total fund balances (deficit)	<u>\$ 223,744,210</u>	<u>\$ 1,881,721</u>	<u>\$ (1,277,368)</u>	<u>\$ 2,678,101</u>	<u>\$ 7,187,399</u>	<u>\$ 234,214,063</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 11: REVENUE LIMITATIONS IMPOSED BY CALIFORNIA PROPOSITION 218

Proposition 218, which was approved by the voters in November 1996, will regulate the Town'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, requires voter approval before they can be implemented. Additionally, Proposition 218 provides that these taxes, assessments, and fees are subject to the voter initiative process and may be rescinded in the future years by the voters.

NOTE 12: CONTINGENCIES AND COMMITMENTS

The Town is subject to litigation arising in the normal course of business. In the opinion of management and legal counsel there is no pending litigation which is likely to have a material adverse effect on the financial position of the Town.

Grant Awards

The Town participates in certain Federal and State assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

Public Health Emergency

The World Health Organization declared the worldwide coronavirus (COVID-19) outbreak a public health emergency on January 30, 2020 and officially declared it as a pandemic as of March 11, 2020. Management has performed an evaluation of certain financial statement line items such as investments, accounts receivable, accounts payable, and accrued expenses to determine whether valuation or impairment adjustments should be made. Management has determined that the amounts reported on the financial statements are properly valued as of June 30, 2020. However, since the duration and full effects of the COVID-19 outbreak are yet unknown there could be future negative impacts to the financial condition of the Town.

NOTE 13: RISK MANAGEMENT

The Town manages risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters by participating in the public entity risk pool described below and by retaining certain risks.

The Town is a member of the Northern California Cities Self Insurance Fund (NCCSIF) along with eighteen other northern California cities. The NCCSIF is a joint powers authority (JPA) organized in accordance with Article 1, Chapter 5, Division 7, Title 1 of the California Government Fund Programs. The purpose is to create a common pool of funds to be used to meet obligations of the parties to provide workers' compensation benefits for their employees and to provide excess liability insurance. The NCCSIF provides claims processing, administrative services, risk management services, and actuarial studies. A member from each city governs the NCCSIF. The Town council members do not have significant oversight responsibility, since they evenly share all factors of responsibility with the other cities. The Town does not retain the risk of loss. However, ultimate liability for payment of claims and insurance premiums resides with member cities.

NCCSIF is empowered to make supplemental assessments as needed to eliminate deficit positions of member cities/town. If the JPA becomes insolvent, the Town is responsible only to the extent of any deficiency in its equity balance. Upon termination of the JPA agreement, all property of NCCSIF will vest in the respective parties which theretofore transferred, conveyed or leased said property to NCCSIF. Any surplus of funds will be returned to the parties in proportion to actual balances of each equity.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 13: RISK MANAGEMENT (CONTINUED)

The NCCSIF establishes claims liabilities based on estimates of the ultimate cost of claims (including future claims settlement expenses) that have been reported but not settled, plus estimates of claims that have been incurred but not recorded. Because actual claims costs depend on various factors, the claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. A provision of inflation is implicit in the calculation of estimated future claims costs. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made.

The Town's insurance coverage for general liability includes claims up to \$40,000,000 and workers' compensation claims up to the statutory limit and up to \$5,000,000 for employer's liability. The Town has a self insured retention or deductible of \$50,000 per claim for general liability claims. The Town's self-insured retention is \$100,000 for worker's compensation claims. Once the Town's self-insured retention for claims is met, NCCSIF becomes responsible for payment of all claims up to the limit.

The participants as of June 30, 2020 were as follows:

Anderson	Auburn	Colusa	Corning	Dixon	Folsom	Galt
Gridley	Ione	Jackson	Lincoln	Marysville	Oroville	Paradise
Placerville	Red Bluff	Rio Vista	Rocklin	Willows	Yuba City	

Financial statements for NCCSIF may be obtained from Alliant Insurances, 2180 Harvard Street, Suite 460, Sacramento, California 95815.

NOTE 14: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the Town that previously had reported a redevelopment agency within the reporting entity of the Town as a blended component unit. The activity of the Successor Agency Trust is now recorded in a private purpose trust fund.

Management believes, in consultation with legal counsel, that the obligations of the former redevelopment agency due to the Town are valid enforceable obligations payable by the successor agency trust under the requirements of the Bill. The Town's position on this issue is not a position of settled law and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would resolve this issue unfavorably to the Town.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (CONTINUED)

Changes in Long-term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2020 was as follows:

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020	Due within One Year
Advance payable	\$ 1,295,104	\$ -	\$ (19,585)	\$ 1,275,519	\$ -
Bonds payable - 2009	4,245,000	-	(85,000)	4,160,000	90,000
Bonds payable - 2016	<u>1,440,000</u>	-	<u>(20,000)</u>	<u>1,420,000</u>	<u>20,000</u>
Total	<u>\$ 6,980,104</u>	<u>\$ -</u>	<u>\$ (124,585)</u>	<u>\$ 6,855,519</u>	<u>\$ 110,000</u>

The long-term liabilities consisted of the following components for the fiscal year ended June 30, 2020:

Advance payable consisted of an advance of \$1,275,519 from the General Fund of the Town to assist the Successor Agency with administrative, operation, and program costs. The interest rate on this advance rate is 4.50%.

Bonds payable consisted of the following as of June 30, 2020:

2009 Tax Allocation Refunding Bonds

On October 21, 2009, the Town issued the 2009 Tax Allocation Refunding Bonds in the amount of \$4,480,000. The refunding bond was used to refund the entire outstanding 2003 Tax Allocation Notes and the 2005 Tax Allocation Notes. The Refunding Bonds have a stated interest rate from 4.80% to 6.00% and mature on June 1, 2043. The Refunding Bonds are subject to redemption prior to their stated maturity, at the option of the Town, as a whole or in part pro rata among maturities and by lot within a maturity, on any date on or after June 1, 2019 from funds derived by the Town from any sources at a redemption price equal to 100% of the principal amount thereof, together with accrued interest thereon to the redemption date, without premium. The original issue bond discount on these bonds is being amortized over the life of the bonds and is included with long-term debt on the balance sheet.

On February 1, 2012, the total principal balance of \$4,377,893, which was net of the \$102,107 of unamortized original issue bond discount, was transferred from the Town. The principal balance outstanding, as of June 30, 2020 was \$4,160,000.

The future principal and interest payments for the bonds payable as of June 30, 2020 were as follows:

Fiscal Year Ended June 30,	Bonds Payable		
	Principal	Interest	Total
2021	\$ 90,000	\$ 246,665	\$ 336,665
2022	95,000	241,850	336,850
2023	100,000	236,388	336,388
2024	110,000	230,638	340,638
2025	110,000	224,313	334,313
2026-2030	675,000	1,016,914	1,691,914
2031-2035	895,000	792,000	1,687,000
2036-2040	1,190,000	491,400	1,681,400
2041-2043	<u>895,000</u>	<u>109,500</u>	<u>1,004,500</u>
	<u>\$ 4,160,000</u>	<u>\$ 3,589,668</u>	<u>\$ 7,749,668</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (CONTINUED)

2016 Tax Allocation Refunding Bonds

On October 27, 2016, the Town issued the 2016 Tax Allocation Refunding Bonds in the amount of \$1,475,000. The refunding bond was used to refund the entire outstanding 2006 Tax Allocation Notes. The Refunding Bonds have a stated interest rate from 3.8% to 4.13% and mature on June 1, 2056.

The Refunding Bonds will be subject to optional redemption, as a whole or in part from maturities specified by the Successor Agency, prior to their maturity, at the option of the Successor Agency on any date on or after June 1, 2026, from funds derived by the Successor Agency from any source, at a redemption price equal to 100% of the principal amount of the 2016 Refunding Bonds to be redeemed, together with interest accrued thereon to the date fixed for redemption, without premium.

The 2016 Refunding Bonds maturing on June 1, 2031, June 1, 2036, June 1, 2046, and June 1, 2056 shall be subject to redemption prior to their stated maturity, in part on a pro rata basis, from sinking installments deposited in the principal account on June 1 of each year commencing June 1, 2018, June 1, 2032, June 1, 2037 and June 1, 2047, respectively, at the principal amount thereof and interest accrued thereon to the date fixed for redemption, without premium.

The principal balance outstanding, as of June 30, 2020 was \$1,420,000. The future principal and interest payments for the bonds payable as of June 30, 2020 were as follows:

Fiscal Year Ended June 30,	Bonds Payable		
	Principal	Interest	Total
2021	\$ 20,000	\$ 56,669	\$ 76,669
2022	20,000	55,909	75,909
2023	20,000	55,149	75,149
2024	20,000	54,389	74,389
2025	20,000	53,629	73,629
2026-2030	125,000	254,844	379,844
2031-2035	145,000	230,044	375,044
2036-2040	180,000	194,181	374,181
2041-2045	215,000	161,181	376,181
2046-2050	265,000	113,788	378,788
2051-2055	320,000	55,069	375,069
2056	70,000	2,888	72,888
	<u>\$ 1,420,000</u>	<u>\$ 1,287,740</u>	<u>\$ 2,707,740</u>

NOTE 15: PRIOR PERIOD ADJUSTMENT

The private-purpose trust funds prior period adjustment was recorded by the Town, effectively decreasing net position as of July 1, 2019 by \$90,000. The prior period adjustment was recorded for principal payments on the 2009 and 2016 Bonds.

NOTE 16: EXTRAORDINARY ITEMS - CAMP FIRE AND PG&E SETTLEMENT

On November 8, 2018, the Camp Fire, the most destructive wildfire in California State history, swept through the Town of Paradise and destroyed roughly 90 percent of the Town's residences and businesses. This has resulted in material effects to the Town's future revenues and finances; however, the Town is well supported and on the path to recovery. Federal, State and local partners will assist with long term recovery. Insurance and the State of California,

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16: EXTRAORDINARY ITEM - CAMP FIRE (CONTINUED)

will provide short-term lost revenue backfills. The following account balances and transactions were recorded as a result of the Camp Fire.

In fiscal year 2020, Pacific Gas & Electric Company, to compensate for losses resulting from deadly wildfires sparked by its equipment agreed to pay Town of Paradise \$270 million in gross settlement proceeds. Net of litigation costs the amount to be received as of June 30, 2020 is \$219,187,262. This amount is recorded as a receivable and current year revenue in the Town's general fund.

In fiscal years 2020 and 2019, the State of California advanced \$5 million and \$3.5 million, respectively, towards a FEMA public assistance claim. In fiscal year 2020 the Town has expended and recognized \$1,644,447 of the grant revenue. The remaining balance of the grant, \$4,692,037 is recorded as unearned revenue in the Camp Fire fund.

NOTE 17: MANAGEMENT'S REVIEW OF SUBSEQUENT EVENTS

The Town has evaluated subsequent events through the date of this report, which is April 29, 2021, the date on which the financial statements were available for issuance. Management has determined no subsequent events requiring disclosure have occurred.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND
JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>REVENUES</u>				
Taxes and assessments:				
Secured and unsecured property taxes	\$ 4,873,887	\$ 5,274,000	\$ 5,401,590	\$ 127,590
Sales and use taxes	1,175,483	1,350,000	1,554,127	204,127
Transient lodging taxes	80,000	40,000	36,267	(3,733)
Franchise taxes	152,659	168,157	253,379	85,222
Motor vehicle in-lieu tax	2,494,776	2,562,323	2,583,073	-
Homeowners property tax relief	60,000	23,676	23,676	-
Real property transfer taxes	<u>30,000</u>	<u>53,500</u>	<u>65,021</u>	<u>11,521</u>
Total taxes and assessments	<u>8,866,805</u>	<u>9,471,656</u>	<u>9,917,133</u>	<u>445,477</u>
Licenses, permits, and impact fees	7,500	6,000	6,321	321
Fines and forfeitures	41,000	29,250	34,668	5,418
Use of money and property	10,033	65,033	135,378	70,345
Intergovernmental revenues:				
Federal-other	2,500	242,459	-	(242,459)
State-other	<u>58,500</u>	<u>36,750</u>	<u>50,444</u>	<u>13,694</u>
Total intergovernmental revenues	<u>61,000</u>	<u>279,209</u>	<u>50,444</u>	<u>(228,765)</u>
Charges for services:				
Police	10,556	9,330	6,639	(2,691)
Fire	5,500	14,545	28,927	14,382
Community development	18,770	97,950	93,247	(4,703)
Parks and recreation	2,500	2,500	330	(2,170)
Public works	124,301	165,573	201,987	36,414
Administration	<u>100,783</u>	<u>100,925</u>	<u>621,812</u>	<u>520,887</u>
Total charges for services	<u>262,410</u>	<u>390,823</u>	<u>952,942</u>	<u>562,119</u>
Other revenues	<u>3,022,178</u>	<u>2,439,875</u>	<u>1,973,214</u>	<u>(466,661)</u>
Total Revenues	<u>12,270,926</u>	<u>12,681,846</u>	<u>13,070,100</u>	<u>388,254</u>
<u>EXPENDITURES</u>				
Current:				
General government:				
Town council	31,864	30,243	176,764	(146,521)
Town manager	364,465	336,002	630,230	(294,228)
Town attorney	194,306	224,224	225,265	(1,041)
Central service	417,563	453,069	427,113	25,956
Financial services	494,360	494,360	534,669	(40,309)
Town clerk	232,450	265,504	260,817	4,687
Risk management	127,748	158,644	160,064	(1,420)
Non-departmental	<u>371,689</u>	<u>452,430</u>	<u>601,881</u>	<u>(149,451)</u>
Total general government	<u>2,234,445</u>	<u>2,414,476</u>	<u>3,016,803</u>	<u>(602,327)</u>
Community development				
Planning	150,465	164,701	158,496	6,205
Solid waste	<u>7,621</u>	<u>7,287</u>	<u>2,297</u>	<u>4,990</u>
Total community development	<u>158,086</u>	<u>171,988</u>	<u>160,793</u>	<u>11,195</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
BUDGET TO ACTUAL
GENERAL FUND
JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Public safety:				
Police				
Administration	884,351	1,017,776	1,017,218	558
Operations	3,063,958	2,892,671	2,907,565	(14,894)
Communications	813,581	760,850	730,142	30,708
Motor pool operations	219,002	187,198	164,238	22,960
Fire				
Administration	165,871	181,620	187,160	(5,540)
Emergency operations center	10,757	10,757	10,180	577
Suppression	3,922,446	3,980,659	3,504,432	476,227
Volunteers	3,647	31,175	2,003	29,172
Total public safety	<u>9,083,613</u>	<u>9,062,706</u>	<u>8,522,938</u>	<u>539,768</u>
Public works:				
Engineering	51,658	118,070	-	118,070
Public works	60,885	124,797	191,518	(66,721)
Parks and recreation	15,115	9,919	6,253	3,666
Public facilities	8,500	5,500	-	5,500
Total public works	<u>136,158</u>	<u>258,286</u>	<u>197,771</u>	<u>60,515</u>
Capital outlay	<u>92,071</u>	<u>129,160</u>	<u>586,819</u>	<u>(457,659)</u>
Debt service:				
Principal	851,011	851,011	862,307	(11,296)
Interest and fiscal charges	546,879	546,879	546,770	109
Total debt service	<u>1,397,890</u>	<u>1,397,890</u>	<u>1,409,077</u>	<u>(11,187)</u>
Total Expenditures	<u>13,102,263</u>	<u>13,434,506</u>	<u>13,894,201</u>	<u>(459,695)</u>
Excess of revenues over (under) expenditures	<u>(831,337)</u>	<u>(752,660)</u>	<u>(824,101)</u>	<u>(71,441)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	757,703	713,580	1,409,584	696,004
Transfers out	<u>(205,474)</u>	<u>(240,164)</u>	<u>(256,870)</u>	<u>(16,706)</u>
Total Other Financing Sources (Uses)	<u>552,229</u>	<u>473,416</u>	<u>1,152,714</u>	<u>984,557</u>
<u>EXTRAORDINARY GAINS</u>				
PG&E Settlement (Note 16)	-	-	219,187,262	219,187,262
Net Change in Fund Balance	<u>\$ (279,108)</u>	<u>\$ (279,244)</u>	<u>\$ 219,515,875</u>	<u>\$ 219,795,119</u>
Fund Balance - July 1, 2019			4,228,335	
Fund Balance - June 30, 2020			<u>\$ 223,744,210</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HOME GRANT FUND
JUNE 30, 2020

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>REVENUES</u>				
Use of money and property	\$ 500	\$ 500	\$ 46,850	\$ 46,350
Intergovernmental revenues	749,918	749,918	-	(749,918)
Program income	560,000	560,000	573,163	13,163
Total Revenues	1,310,418	1,310,418	620,013	(690,405)
 <u>EXPENDITURES</u>				
Current:				
Community development	1,579,003	1,579,003	72,777	1,506,226
Total Expenditures	1,579,003	1,579,003	72,777	1,506,226
Excess of revenues over (under) expenditures	(268,585)	(268,585)	547,236	815,821
 <u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	(416,371)	(47,664)	(12,948)	34,716
Total Other Financing Sources (Uses)	(416,371)	(47,664)	(12,948)	34,716
Net Change in Fund Balance	\$ (684,956)	\$ (316,249)	534,288	\$ 850,537
Fund Balance - July 2, 2019			1,347,433	
Fund Balance - June 30, 2020			\$ 1,881,721	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CAMP FIRE 2018 FUND
JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>EXPENDITURES</u>				
Current:				
General government	961,452	1,376,272	1,965,677	(589,405)
Community development	5,544	72,476	96,203	(23,727)
Public safety	123,284	114,693	99,339	15,354
Public works	366,272	362,561	705,029	(342,468)
Capital Outlay	<u>58,726</u>	<u>59,479</u>	<u>57,959</u>	<u>1,520</u>
Total Expenditures	<u>1,515,278</u>	<u>1,985,481</u>	<u>2,924,207</u>	<u>(938,726)</u>
Excess of revenues over (under) expenditures	<u>(1,515,278)</u>	<u>(1,985,481)</u>	<u>(2,924,207)</u>	<u>(938,726)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	(256,396)	(267,625)	166,328	433,953
Transfers out	<u>-</u>	<u>(428,240)</u>	<u>(15,117)</u>	<u>413,123</u>
Total Other Financing Sources (Uses)	<u>(256,396)</u>	<u>(695,865)</u>	<u>151,211</u>	<u>847,076</u>
<u>EXTRAORDINARY ITEMS</u>				
Grant revenue (Note 16)	<u>1,397,609</u>	<u>3,301,240</u>	<u>1,644,447</u>	<u>(1,656,793)</u>
Total Extraordinary Gains	<u>1,397,609</u>	<u>3,301,240</u>	<u>1,644,447</u>	<u>(1,656,793)</u>
Net Change in Fund Balance	<u>\$ (374,065)</u>	<u>\$ 619,894</u>	<u>(1,128,549)</u>	<u>\$ (1,748,443)</u>
Fund Balance (Deficit) - July 1, 2019			<u>(148,819)</u>	
Fund Balance (Deficit) - June 30, 2020			<u>\$ (1,277,368)</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
BUILDING SAFETY AND WASTE WATER SERVICES FUND
JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>REVENUES</u>				
Use of money and property	\$ 1,916,095	\$ 4,566,545	\$ 4,913,323	\$ 346,778
Fines and forfeitures	15,000	1,000	10,800	9,800
Use of money and property	2,000	7,500	62,338	54,838
Charges for services	-	-	358,487	358,487
Other revenues	<u>25,000</u>	<u>25,118</u>	<u>16,177</u>	<u>(8,941)</u>
Total Revenues	<u>1,958,095</u>	<u>4,600,163</u>	<u>5,361,125</u>	<u>760,962</u>
<u>EXPENDITURES</u>				
Current:				
General government	-	-	416	(416)
Community development	1,383,700	3,097,533	3,093,064	4,469
Parks and recreation	-	-	5,034	(5,034)
Public safety	-	-	1,357	(1,357)
Public works	434,331	504,405	486,842	17,563
Capital Outlay	23,061	15,000	8,426	6,574
Debt Service	<u>12,502</u>	<u>12,502</u>	<u>12,502</u>	<u>-</u>
Total Expenditures	<u>1,841,092</u>	<u>3,616,938</u>	<u>3,607,641</u>	<u>9,297</u>
Excess of revenues over (under) expenditures	<u>117,003</u>	<u>983,225</u>	<u>1,753,484</u>	<u>770,259</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	-	62,206	-	(62,206)
Transfers out	<u>(191,313)</u>	<u>(176,725)</u>	<u>(207,174)</u>	<u>(30,449)</u>
Total Other Financing Sources (Uses)	<u>(191,313)</u>	<u>(114,519)</u>	<u>(207,174)</u>	<u>(92,655)</u>
Net Change in Fund Balance	<u>\$ (74,310)</u>	<u>\$ 868,706</u>	<u>1,546,310</u>	<u>\$ 677,604</u>
Fund Balance - July 1, 2019			<u>1,131,791</u>	
Fund Balance - June 30, 2020			<u>\$ 2,678,101</u>	

**TOWN OF PARADISE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Prepared for the Town's Miscellaneous and Safety Plan, Cost Sharing Defined Benefit Pension Plan
As of June 30, 2020
Last 10 Years ***

	Measurement Period					
	2019	2018	2017	2016	2015	2014
Proportion of the net pension liability	0.22936 %	0.22659 %	0.21895 %	0.21960 %	0.21454 %	0.20733 %
Proportionate share of the net pension liability	\$ 23,502,428	\$ 21,834,378	\$ 21,713,980	\$ 19,003,356	\$ 14,725,536	\$ 12,901,028
Covered payroll	\$ 3,849,696	\$ 3,764,228	\$ 3,789,395	\$ 3,511,751	\$ 3,474,659	\$ 3,208,769
Proportionate share of the net pension liability as a percentage of covered payroll	610.50 %	580.05 %	573.02 %	541.14 %	423.80 %	402.06 %
Plan fiduciary net position as a percentage of the total pension liability	75.30 %	75.30 %	73.30 %	74.06 %	78.40 %	79.82 %

Notes to schedule:

Changes in assumptions: In 2019, there were no changes. In 2018, assumptions for individual salary increases and overall payroll growth are reduced from 3.00 percent to 2.75 percent. In 2017, amounts reported reflect an adjustment of the discount rate from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.50% discount rate.

*Schedule is intended to show information for ten years. Fiscal year 2015 was the first year of implementation, therefore only six years are shown. Additional years' information will be displayed as it becomes available.

**TOWN OF PARADISE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CONTRIBUTIONS TO THE DEFINED BENEFIT PENSION PLAN
Prepared for the Town's Miscellaneous and Safety Plan,
Cost Sharing Defined Benefit Pension Plan
As of June 30, 2020
Last 10 Years ***

	Fiscal Year-End					
	2020	2019	2018	2017	2016	2015
Contractually required contribution (actuarially determined)	\$ 1,476,369	\$ 1,168,177	\$ 1,458,470	\$ 1,248,468	\$ 628,975	\$ 563,889
Contributions in relation to the actuarially determined contributions	<u>1,940,581</u>	<u>1,610,515</u>	<u>1,387,082</u>	<u>1,189,673</u>	<u>1,070,254</u>	<u>550,258</u>
Contribution deficiency (excess)	<u>\$ (464,212)</u>	<u>\$ (442,338)</u>	<u>\$ 71,388</u>	<u>\$ 58,795</u>	<u>\$ (441,279)</u>	<u>\$ 13,631</u>
Covered payroll	\$ 3,834,730	\$ 3,849,696	\$ 3,764,228	\$ 3,789,395	\$3,511,751	\$3,474,659
Contributions as a percentage of covered payroll	50.61 %	41.83 %	36.85 %	31.39 %	30.48 %	15.84 %

*Schedule is intended to show information for ten years. Fiscal year 2015 was the first year of implementation, therefore only six years are shown. Additional years' information will be displayed as it becomes available.

**TOWN OF PARADISE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CHANGES IN THE TOWN'S NET OPEB LIABILITY AND RELATED RATIOS
As of June 30, 2020
Last 10 Years***

	Measurement Period		
	2019	2018	2017
Total OPEB liability			
Service cost	\$ 153,868	\$ 149,386	\$ 145,035
Interest	663,993	661,804	661,041
Difference between expected and actual experience	(424,055)	-	-
Changes in assumptions	(19,451)	-	-
Benefit payments	<u>(771,250)</u>	<u>(783,788)</u>	<u>(792,419)</u>
Net change in total OPEB liability	(396,895)	27,402	13,657
Total OPEB liability, beginning	<u>10,600,903</u>	<u>10,573,501</u>	<u>10,559,844</u>
Total OPEB liability, ending (a)	<u>\$ 10,204,008</u>	<u>\$ 10,600,903</u>	<u>\$10,573,501</u>
Plan fiduciary net position			
Contributions employer	\$ 771,250	\$ 852,682	\$ 817,419
Net investment income	12,915	11,096	11,016
Benefit payments	(771,250)	(783,788)	(792,419)
Administrative expenses	<u>(323)</u>	<u>(198)</u>	<u>-</u>
Net change in plan fiduciary net position	12,592	79,792	36,016
Plan fiduciary net position, beginning	<u>206,817</u>	<u>127,025</u>	<u>91,009</u>
Plan fiduciary net position, ending (b)	<u>\$ 219,409</u>	<u>\$ 206,817</u>	<u>\$ 127,025</u>
Town's net OPEB liability, ending (a) - (b)	<u>\$ 9,984,599</u>	<u>\$ 10,394,086</u>	<u>\$10,446,476</u>
Plan fiduciary net position as a percentage of the total OPEB liability	2.15 %	1.95 %	1.20 %
Covered-employee payroll	\$ 3,849,529	\$ 4,290,581	\$ 3,854,764
Town's net OPEB liability as a percentage of covered-employee payroll	259 %	242 %	271 %

*Schedule is intended to show information for ten years. Fiscal year 2018 was the first year of implementation, therefore only three years are shown. Additional years' information will be displayed as it becomes available.

**TOWN OF PARADISE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS TO THE OPEB PLAN
As of June 30, 2020
Last 10 Years***

	Fiscal Year-End		
	2020	2019	2018
Actuarially Determined Contribution (ADC)	\$ 709,387	\$ 701,420	\$ 1,165,684
Contributions in relation to the ADC	<u>(781,580)</u>	<u>(701,420)</u>	<u>(779,349)</u>
Contribution deficiency (excess)	<u>\$ (72,193)</u>	<u>\$ -</u>	<u>\$ 386,335</u>
Covered-employee payroll	\$ 3,849,529	\$ 4,290,581	\$ 3,854,764
Contributions as a percentage of covered-employee payroll	20.30 %	16.35 %	20.22 %

*Schedule is intended to show information for ten years. Fiscal year 2018 was the first year of implementation, therefore only three years are shown. Additional years' information will be displayed as it becomes available.

SUPPLEMENTARY INFORMATION

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020

	Special Revenue Funds			
	Active Transportation Program	Animal Control Shelter	Cal Home Rehabilitation Fund	Capital Improvement
<u>ASSETS</u>				
Cash and investments	\$ -	\$ (100)	\$ 1,477,615	\$ 271,822
Restricted cash with fiscal agent	-	-	-	-
Accounts receivable	10,202	15,852	-	-
Interest receivable	-	-	4,575	-
Due from other funds	-	1,339	-	-
Loans receivable	-	-	788,439	-
	-	-	788,439	-
Total Assets	\$ 10,202	\$ 17,091	\$ 2,270,629	\$ 271,822
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 2,549	\$ -	\$ 271,823
Accrued wages	-	5,294	-	-
Due to other funds	10,201	9,349	-	-
Unearned revenue	-	-	303,379	-
	-	-	303,379	-
Total Liabilities	10,201	17,192	303,379	271,823
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred inflows of resources	-	-	788,439	-
	-	-	788,439	-
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	1	-	1,178,811	-
Unassigned	-	(101)	-	(1)
	1	(101)	1,178,811	(1)
Total Fund Balances (Deficits)	1	(101)	1,178,811	(1)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	\$ 10,202	\$ 17,091	\$ 2,270,629	\$ 271,822

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	<u>Special Revenue Funds</u>			
	<u>Gas Tax</u>	<u>Traffic Safety</u>	<u>Special Projects</u>	<u>Business and Housing Services</u>
<u>ASSETS</u>				
Cash and investments	\$ 120,756	\$ -	\$ 255,359	\$ -
Restricted cash with fiscal agent	-	-	-	-
Accounts receivable	256,409	136	-	-
Interest receivable	374	-	-	-
Due from other funds	3,667	-	-	1,471
Loans receivable	-	-	-	-
Total Assets	<u>\$ 381,206</u>	<u>\$ 136</u>	<u>\$ 255,359</u>	<u>\$ 1,471</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ 29,555	\$ -	\$ -	\$ 1,444
Accrued wages	19,841	-	-	5,466
Due to other funds	-	1,306	-	167,512
Unearned revenue	-	-	-	-
Total Liabilities	<u>49,396</u>	<u>1,306</u>	<u>-</u>	<u>174,422</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred inflows of resources	-	-	-	-
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	331,810	-	255,359	-
Unassigned	-	(1,170)	-	(172,951)
Total Fund Balances (Deficits)	<u>331,810</u>	<u>(1,170)</u>	<u>255,359</u>	<u>(172,951)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 381,206</u>	<u>\$ 136</u>	<u>\$ 255,359</u>	<u>\$ 1,471</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	<u>Special Revenue Funds</u>			
	<u>HUD Revolving Loan</u>	<u>SLESF</u>	<u>Citizen Police</u>	<u>Asset Seizure</u>
<u>ASSETS</u>				
Cash and investments	\$ 252,634	\$ 49,624	\$ 19,984	\$ 4,589
Restricted cash with fiscal agent	-	-	-	-
Accounts receivable	118,650	-	-	-
Interest receivable	1,161	154	62	14
Due from other funds	-	-	-	-
Loans receivable	<u>161,746</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 534,191</u>	<u>\$ 49,778</u>	<u>\$ 20,046</u>	<u>\$ 4,603</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ -	\$ 8,624	\$ -
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	<u>18,258</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>18,258</u>	<u>-</u>	<u>8,624</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred inflows of resources	<u>161,746</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	354,187	49,778	11,422	4,603
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>354,187</u>	<u>49,778</u>	<u>11,422</u>	<u>4,603</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 534,191</u>	<u>\$ 49,778</u>	<u>\$ 20,046</u>	<u>\$ 4,603</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	Highway Safety Improvement	95 Impact Signalization	95 Impact PDFC Fund	95 Impact FDFC Fund
<u>ASSETS</u>				
Cash and investments	\$ -	\$ 77,384	\$ 22,809	\$ 34,677
Restricted cash with fiscal agent	-	-	-	-
Accounts receivable	660,553	-	-	-
Interest receivable	-	240	70	108
Due from other funds	-	-	-	-
Loans receivable	-	-	-	-
Total Assets	<u>\$ 660,553</u>	<u>\$ 77,624</u>	<u>\$ 22,879</u>	<u>\$ 34,785</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	-	-
Due to other funds	660,554	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities	<u>660,554</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred inflows of resources	-	-	-	-
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	-	77,624	22,879	34,785
Unassigned	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>(1)</u>	<u>77,624</u>	<u>22,879</u>	<u>34,785</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 660,553</u>	<u>\$ 77,624</u>	<u>\$ 22,879</u>	<u>\$ 34,785</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	95 Impact Road	North Valley/Butte Strong	Local Transportation	Housing Authority
<u>ASSETS</u>				
Cash and investments	\$ 665,676	\$ 380,365	\$ 29,551	\$ 192,668
Restricted cash with fiscal agent	-	-	-	-
Accounts receivable	-	-	-	-
Interest receivable	2,061	1,215	91	597
Due from other funds	-	-	-	-
Loans receivable	-	-	-	178,643
	-	-	-	-
Total Assets	\$ 667,737	\$ 381,580	\$ 29,642	\$ 371,908
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ -	\$ 177	\$ -
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	89,623
	-	-	-	-
Total Liabilities	-	-	177	89,623
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred inflows of resources	-	-	-	178,643
	-	-	-	-
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	667,737	381,580	29,465	103,642
Unassigned	-	-	-	-
	-	-	-	-
Total Fund Balances (Deficits)	667,737	381,580	29,465	103,642
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	\$ 667,737	\$ 381,580	\$ 29,642	\$ 371,908

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	Abandoned Vehicle	95 Impact Drainage	General Plan Fee	Traffic Safety - DUI Impound Fees Fund
<u>ASSETS</u>				
Cash and investments	\$ 122,160	\$ 758,204	\$ 965,135	\$ 48,143
Restricted cash with fiscal agent	-	-	-	-
Accounts receivable	945	-	-	-
Interest receivable	378	2,348	2,988	149
Due from other funds	-	-	-	-
Loans receivable	-	-	-	-
	-	-	-	-
Total Assets	\$ 123,483	\$ 760,552	\$ 968,123	\$ 48,292
<u>LIABILITIES:</u>				
Accounts payable	\$ 12	\$ -	\$ 377	\$ -
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
	-	-	-	-
Total Liabilities	12	-	377	-
<u>DEFERRED INFLOWS OF RESOURCES:</u>				
Deferred inflows of resources	-	-	-	-
	-	-	-	-
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	123,471	760,552	967,746	48,292
Unassigned	-	-	-	-
	-	-	-	-
Total Fund Balances (Deficits)	123,471	760,552	967,746	48,292
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	\$ 123,483	\$ 760,552	\$ 968,123	\$ 48,292

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	<u>Special Revenue Funds</u>				
	<u>AB109 State Funds</u>	<u>Clark Road Signal</u>	<u>Tree Replacement in Lieu</u>	<u>COVID-19</u>	<u>Disability Access and Education</u>
<u>ASSETS</u>					
Cash and investments	\$ 17,238	\$ 6,281	\$ 252	\$ -	\$ 1,099
Restricted cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Interest receivable	53	19	1	-	3
Due from other funds	-	-	-	48	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ 17,291</u>	<u>\$ 6,300</u>	<u>\$ 253</u>	<u>\$ 48</u>	<u>\$ 1,102</u>
<u>LIABILITIES:</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	-	3,803	-
Due to other funds	-	-	-	27,728	-
Unearned revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,531</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>					
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES (DEFICITS):</u>					
Restricted	17,291	6,300	253	-	1,102
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(31,483)</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>17,291</u>	<u>6,300</u>	<u>253</u>	<u>(31,483)</u>	<u>1,102</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 17,291</u>	<u>\$ 6,300</u>	<u>\$ 253</u>	<u>\$ 48</u>	<u>\$ 1,102</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds				
	SMIP Fund	Police Department Seizures Fund	USDA	Canine Protect Fund	Fire Fund
<u>ASSETS</u>					
Cash and investments	\$ 17,019	\$ -	\$ -	\$ 29,104	\$ 14,927
Restricted cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	361,378	-	-
Interest receivable	53	-	-	90	46
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ 17,072</u>	<u>\$ -</u>	<u>\$361,378</u>	<u>\$ 29,194</u>	<u>\$ 14,973</u>
<u>LIABILITIES:</u>					
Accounts payable	\$ 12,518	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	-	-	-
Due to other funds	-	1,302	361,378	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	<u>12,518</u>	<u>1,302</u>	<u>361,378</u>	<u>-</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>					
Deferred inflows of resources	-	-	-	-	-
<u>FUND BALANCES (DEFICITS):</u>					
Restricted	4,554	-	-	29,194	14,973
Unassigned	-	(1,302)	-	-	-
Total Fund Balances (Deficits)	<u>4,554</u>	<u>(1,302)</u>	<u>-</u>	<u>29,194</u>	<u>14,973</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 17,072</u>	<u>\$ -</u>	<u>\$361,378</u>	<u>\$ 29,194</u>	<u>\$ 14,973</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds				
	Animal Control Fund	Police Fund	FEMA Reimbursement Fund	Memorial Trailway	Transportation Capital Projects
<u>ASSETS</u>					
Cash and investments	\$ 26,336	\$ 13,408	\$ -	\$ 3,476	\$ 608,771
Restricted cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	200,800	-	681,456
Interest receivable	26	41	-	11	1,885
Due from other funds	-	-	-	-	90
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ 26,362</u>	<u>\$ 13,449</u>	<u>\$ 200,800</u>	<u>\$ 3,487</u>	<u>\$ 1,292,202</u>
<u>LIABILITIES:</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	-	-	521
Due to other funds	-	-	200,800	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>200,800</u>	<u>-</u>	<u>521</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>					
Deferred inflows of resources	-	-	-	-	681,456
<u>FUND BALANCES (DEFICITS):</u>					
Restricted	26,362	13,449	-	3,487	610,225
Unassigned	-	-	-	-	-
Total Fund Balances (Deficits)	<u>26,362</u>	<u>13,449</u>	<u>-</u>	<u>3,487</u>	<u>610,225</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 26,362</u>	<u>\$ 13,449</u>	<u>\$ 200,800</u>	<u>\$ 3,487</u>	<u>\$ 1,292,202</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds				
	SB-2 Building Homes and Job Act	Improvement Agreements	Fed CMAQ Congestion Mgmt Air Quality	One Time Misc. Grants	General Misc. Donations
<u>ASSETS</u>					
Cash and investments	\$ -	\$ 13,506	\$ -	\$ 615,429	\$ 296,899
Restricted cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	2,968	15,000	-
Interest receivable	-	-	-	1,905	940
Due from other funds	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 13,506</u>	<u>\$ 2,968</u>	<u>\$ 632,334</u>	<u>\$ 297,839</u>
<u>LIABILITIES:</u>					
Accounts payable	\$ 6,905	\$ 3	\$ -	\$ -	\$ -
Accrued wages	-	-	-	-	-
Due to other funds	6,131	13,503	2,968	-	-
Unearned revenue	-	-	-	-	-
Total Liabilities	<u>13,036</u>	<u>13,506</u>	<u>2,968</u>	<u>-</u>	<u>-</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>					
Deferred inflows of resources	-	-	-	-	-
<u>FUND BALANCES (DEFICITS):</u>					
Restricted	-	-	-	632,334	297,839
Unassigned	<u>(13,036)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>(13,036)</u>	<u>-</u>	<u>-</u>	<u>632,334</u>	<u>297,839</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ -</u>	<u>\$ 13,506</u>	<u>\$ 2,968</u>	<u>\$ 632,334</u>	<u>\$ 297,839</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2020

	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	
	<u>Disaster Recovery Projects</u>	<u>Wastewater Design Assessment District</u>	<u>Total Non- major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 314,856	\$ -	\$ 7,727,656
Restricted cash with fiscal agent	-	-	-
Accounts receivable	-	41,563	2,365,912
Interest receivable	917	-	22,575
Due from other funds	-	-	6,615
Loans receivable	-	-	1,128,828
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 315,773</u>	<u>\$ 41,563</u>	<u>\$ 11,251,586</u>
<u>LIABILITIES:</u>			
Accounts payable	\$ 10,999	\$ -	\$ 344,986
Accrued wages	-	-	34,925
Due to other funds	-	-	1,462,732
Unearned revenue	-	-	411,260
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>10,999</u>	<u>-</u>	<u>2,253,903</u>
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>1,810,284</u>
<u>FUND BALANCES (DEFICITS):</u>			
Restricted	304,774	41,563	7,407,444
Unassigned	<u>-</u>	<u>-</u>	<u>(220,045)</u>
Total Fund Balances (Deficits)	<u>304,774</u>	<u>41,563</u>	<u>7,187,399</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances (Deficits)	<u>\$ 315,773</u>	<u>\$ 41,563</u>	<u>\$ 11,251,586</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
JUNE 30, 2020

	Special Revenue Funds			
	Active Transportation Program	Animal Control Shelter	Cal Home Rehabilitation Fund	Capital Improvement
REVENUES				
Taxes and assessments	\$ -	\$ 132,415	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	4,760	-	-
Use of money and property	-	-	25,232	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	18,050	-	-
Program income	-	-	415,943	-
Other revenues	-	800	-	-
	<u>-</u>	<u>800</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>156,025</u>	<u>441,175</u>	<u>-</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	9,258	94	-
Public safety	-	326,808	-	-
Public works	-	-	-	-
Streets	9,018	-	-	-
Capital Outlay	-	3,325	-	857,806
Debt service:				
Principal	-	-	-	-
	<u>9,018</u>	<u>339,391</u>	<u>94</u>	<u>857,806</u>
Total Expenditures	<u>9,018</u>	<u>339,391</u>	<u>94</u>	<u>857,806</u>
Excess of revenues over (under) expenditures	<u>(9,018)</u>	<u>(183,366)</u>	<u>441,081</u>	<u>(857,806)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	9,018	252,953	-	866,792
Transfers out	<u>-</u>	<u>(69,689)</u>	<u>(20,193)</u>	<u>(8,987)</u>
Total Other Financing Sources (Uses)	<u>9,018</u>	<u>183,264</u>	<u>(20,193)</u>	<u>857,805</u>
Net Change in Fund Balances	<u>-</u>	<u>(102)</u>	<u>420,888</u>	<u>(1)</u>
Fund Balances (Deficits) - July 1, 2019	<u>1</u>	<u>1</u>	<u>757,923</u>	<u>-</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 1</u>	<u>\$ (101)</u>	<u>\$ 1,178,811</u>	<u>\$ (1)</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	Gas Tax	Traffic Safety	Special Projects	Business and Housing Services
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	5,154	-	-
Use of money and property	2,062	-	-	-
Intergovernmental revenues	1,207,523	-	-	-
Charges for services	-	-	-	-
Program income	-	-	-	-
Other revenues	58,390	-	-	225
Total Revenues	<u>1,267,975</u>	<u>5,154</u>	<u>-</u>	<u>225</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	-	-	314,274
Public safety	-	-	-	-
Public works	664,564	-	-	584
Streets	493,962	-	-	-
Capital Outlay	2,316	-	-	-
Debt service:				
Principal	15,019	-	-	-
Total Expenditures	<u>1,175,861</u>	<u>-</u>	<u>-</u>	<u>314,858</u>
Excess of revenues over (under) expenditures	<u>92,114</u>	<u>5,154</u>	<u>-</u>	<u>(314,633)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	52,659	-	-	91,948
Transfers out	<u>(210,350)</u>	<u>(6,500)</u>	<u>-</u>	<u>(89,786)</u>
Total Other Financing Sources (Uses)	<u>(157,691)</u>	<u>(6,500)</u>	<u>-</u>	<u>2,162</u>
Net Change in Fund Balances	<u>(65,577)</u>	<u>(1,346)</u>	<u>-</u>	<u>(312,471)</u>
Fund Balances (Deficits) - July 1, 2019	<u>397,387</u>	<u>176</u>	<u>255,359</u>	<u>139,520</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 331,810</u>	<u>\$ (1,170)</u>	<u>\$ 255,359</u>	<u>\$ (172,951)</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	HUD Revolving Loan	SLESF	Citizen Police	Asset Seizure
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	6,406	847	341	79
Intergovernmental revenues	99,594	154,181	-	-
Charges for services	-	-	-	-
Program income	3,795	-	-	-
Other revenues	-	-	15,741	-
Total Revenues	<u>109,795</u>	<u>155,028</u>	<u>16,082</u>	<u>79</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	41,145	-	-	-
Public safety	-	-	2,386	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	8,624	-
Debt service:				
Principal	-	12,767	-	-
Total Expenditures	<u>41,145</u>	<u>12,767</u>	<u>11,010</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>68,650</u>	<u>142,261</u>	<u>5,072</u>	<u>79</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(62,601)	(157,756)	-	-
Total Other Financing Sources (Uses)	<u>(62,601)</u>	<u>(157,756)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>6,049</u>	<u>(15,495)</u>	<u>5,072</u>	<u>79</u>
Fund Balances (Deficits) - July 1, 2019	<u>348,138</u>	<u>65,273</u>	<u>6,350</u>	<u>4,524</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 354,187</u>	<u>\$ 49,778</u>	<u>\$ 11,422</u>	<u>\$ 4,603</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	Highway Safety Improvement	95 Impact Signalization	95 Impact PDFC Fund	95 Impact FDFC Fund
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	775	1,425	1,231
Fines and forfeitures	-	-	-	-
Use of money and property	-	1,321	389	592
Intergovernmental revenues	665,473	-	-	-
Charges for services	-	-	-	-
Program income	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>665,473</u>	<u>2,096</u>	<u>1,814</u>	<u>1,823</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>665,473</u>	<u>2,096</u>	<u>1,814</u>	<u>1,823</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>(665,474)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(665,474)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(1)</u>	<u>2,096</u>	<u>1,814</u>	<u>1,823</u>
Fund Balances (Deficits) - July 1, 2019	<u>-</u>	<u>75,528</u>	<u>21,065</u>	<u>32,962</u>
Fund Balances (Deficits) - June 30, 2020	<u><u>\$ (1)</u></u>	<u><u>\$ 77,624</u></u>	<u><u>\$ 22,879</u></u>	<u><u>\$ 34,785</u></u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	95 Impact Road	North Valley/Butte Strong	Local Transportation	Housing Authority
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	8,857	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	11,367	6,700	505	3,290
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Program income	-	-	-	-
Other revenues	-	520,985	2,732	-
	<u>-</u>	<u>520,985</u>	<u>2,732</u>	<u>-</u>
Total Revenues	<u>20,224</u>	<u>527,685</u>	<u>3,237</u>	<u>3,290</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Streets	-	-	2,733	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>2,733</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>20,224</u>	<u>527,685</u>	<u>504</u>	<u>3,290</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	3,917
Transfers out	-	(146,105)	-	-
	<u>-</u>	<u>(146,105)</u>	<u>-</u>	<u>3,917</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(146,105)</u>	<u>-</u>	<u>3,917</u>
Net Change in Fund Balances	<u>20,224</u>	<u>381,580</u>	<u>504</u>	<u>7,207</u>
Fund Balances (Deficits) - July 1, 2019	<u>647,513</u>	<u>-</u>	<u>28,961</u>	<u>96,435</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 667,737</u>	<u>\$ 381,580</u>	<u>\$ 29,465</u>	<u>\$ 103,642</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds			
	Abandoned Vehicle	95 Impact Drainage	General Plan Fee	Traffic Safety - DUI Impound Fees
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	9,938	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	2,092	12,947	16,481	822
Intergovernmental revenues	1,892	-	-	-
Charges for services	-	-	526,300	4,500
Program income	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>3,984</u>	<u>22,885</u>	<u>542,781</u>	<u>5,322</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	1,557	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	12,805
Debt service:				
Principal	-	-	-	-
Total Expenditures	<u>1,557</u>	<u>-</u>	<u>-</u>	<u>12,805</u>
Excess of revenues over (under) expenditures	<u>2,427</u>	<u>22,885</u>	<u>542,781</u>	<u>(7,483)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>(15,610)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(15,610)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(13,183)</u>	<u>22,885</u>	<u>542,781</u>	<u>(7,483)</u>
Fund Balances (Deficits) - July 1, 2019	<u>136,654</u>	<u>737,667</u>	<u>424,965</u>	<u>55,775</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 123,471</u>	<u>\$ 760,552</u>	<u>\$ 967,746</u>	<u>\$ 48,292</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds				
	AB109 State Funds	Clark Road Signal	Tree Replacement in Lieu	COVID-19	Disability Access and Education
REVENUES					
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	294	107	4	-	19
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	728
Program income	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	<u>294</u>	<u>107</u>	<u>4</u>	<u>-</u>	<u>747</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	33
Community development	-	-	-	-	-
Public safety	-	-	-	13,012	-
Public works	-	-	-	17,547	-
Streets	-	-	-	71	-
Capital Outlay	-	-	-	853	-
Debt service:					
Principal	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,483</u>	<u>33</u>
Excess of revenues over (under) expenditures	<u>294</u>	<u>107</u>	<u>4</u>	<u>(31,483)</u>	<u>714</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>294</u>	<u>107</u>	<u>4</u>	<u>(31,483)</u>	<u>714</u>
Fund Balances (Deficits) - July 1, 2019	<u>16,997</u>	<u>6,193</u>	<u>249</u>	<u>-</u>	<u>388</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 17,291</u>	<u>\$ 6,300</u>	<u>\$ 253</u>	<u>\$ (31,483)</u>	<u>\$ 1,102</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds				
	SMIP Fund	Police Department Seizures Fund	USDA	Canine Protect Fund	Fire Fund
REVENUES					
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	1,789	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	291	-	-	497	255
Intergovernmental revenues	-	-	361,378	-	-
Charges for services	-	-	-	-	-
Program income	-	-	-	-	-
Other revenues	-	-	-	83	702
Total Revenues	<u>2,080</u>	<u>-</u>	<u>361,378</u>	<u>580</u>	<u>957</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Community development	-	-	-	-	-
Public safety	-	-	-	2,522	-
Public works	-	-	-	-	-
Streets	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,522</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>2,080</u>	<u>-</u>	<u>361,378</u>	<u>(1,942)</u>	<u>957</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	(361,378)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(361,378)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>2,080</u>	<u>-</u>	<u>-</u>	<u>(1,942)</u>	<u>957</u>
Fund Balances (Deficits) - July 1, 2019	<u>2,474</u>	<u>(1,302)</u>	<u>-</u>	<u>31,136</u>	<u>14,016</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 4,554</u>	<u>\$ (1,302)</u>	<u>\$ -</u>	<u>\$ 29,194</u>	<u>\$ 14,973</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds				
	Animal Control Fund	Police Fund	FEMA Reimbursement Fund	Memorial Trailway	Transportation Capital Projects
REVENUES					
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	142	229	-	59	10,395
Intergovernmental revenues	-	-	200,800	-	-
Charges for services	-	-	-	-	-
Program income	-	-	-	-	-
Other revenues	<u>5,826</u>	<u>100</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>5,968</u>	<u>329</u>	<u>200,800</u>	<u>59</u>	<u>10,395</u>
EXPENDITURES					
Current:					
General government	-	-	-	-	-
Community development	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	15,079
Streets	-	-	-	-	4,717
Capital Outlay	-	-	-	-	-
Debt service:					
Principal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,796</u>
Excess of revenues over (under) expenditures	<u>5,968</u>	<u>329</u>	<u>200,800</u>	<u>59</u>	<u>(9,401)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>(200,800)</u>	<u>-</u>	<u>(37,352)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(200,800)</u>	<u>-</u>	<u>(37,352)</u>
Net Change in Fund Balances	<u>5,968</u>	<u>329</u>	<u>-</u>	<u>59</u>	<u>(46,753)</u>
Fund Balances (Deficits) - July 1, 2019	<u>20,394</u>	<u>13,120</u>	<u>-</u>	<u>3,428</u>	<u>656,978</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 26,362</u>	<u>\$ 13,449</u>	<u>\$ -</u>	<u>\$ 3,487</u>	<u>\$ 610,225</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Special Revenue Funds				
	SB-2 Building Homes and Job Act	Improvement Agreements	Fed CMAQ Congestion Mgmt Air Quality	One Time Misc. Grants	General Misc. Donations
REVENUES					
Taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Use of money and property	-	-	-	10,509	5,185
Intergovernmental revenues	-	-	23,729	820,761	-
Charges for services	-	-	-	-	-
Program income	-	-	-	-	-
Other revenues	-	-	-	211,000	200
Total Revenues	<u>-</u>	<u>-</u>	<u>23,729</u>	<u>1,042,270</u>	<u>5,385</u>
EXPENDITURES					
Current:					
General government	-	-	-	1,710	-
Community development	13,036	-	-	20,761	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Streets	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Total Expenditures	<u>13,036</u>	<u>-</u>	<u>-</u>	<u>22,471</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>(13,036)</u>	<u>-</u>	<u>23,729</u>	<u>1,019,799</u>	<u>5,385</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	(23,729)	(389,175)	(173,073)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(23,729)</u>	<u>(389,175)</u>	<u>(173,073)</u>
Net Change in Fund Balances	<u>(13,036)</u>	<u>-</u>	<u>-</u>	<u>630,624</u>	<u>(167,688)</u>
Fund Balances (Deficits) - July 1, 2019	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,710</u>	<u>465,527</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ (13,036)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 632,334</u>	<u>\$ 297,839</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
JUNE 30, 2020

	Capital Projects Fund	Debt Service Fund	Total Non- major Governmental Funds
	Disaster Recovery Projects	Wastewater Design Assessment District	
<u>REVENUES</u>			
Taxes and assessments	\$ -	\$ 41,563	\$ 173,978
Licenses, permits, and impact fees	-	-	24,015
Fines and forfeitures	-	-	9,914
Use of money and property	5,056	-	124,515
Intergovernmental revenues	300,000	-	3,835,331
Charges for services	-	-	549,578
Program income	-	-	419,738
Other revenues	-	-	816,784
	<u>305,056</u>	<u>41,563</u>	<u>5,953,853</u>
Total Revenues			
<u>EXPENDITURES</u>			
Current:			
General government	-	-	1,743
Community development	-	-	400,125
Public safety	-	-	344,728
Public works	32	-	697,806
Streets	-	-	510,501
Capital Outlay	277,718	-	1,163,447
Debt service:			
Principal	-	-	27,786
	<u>-</u>	<u>-</u>	<u>27,786</u>
Total Expenditures	<u>277,750</u>	<u>-</u>	<u>3,146,136</u>
Excess of revenues over (under) expenditures	<u>27,306</u>	<u>41,563</u>	<u>2,807,717</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers in	277,468	-	1,554,755
Transfers out	-	-	(2,638,558)
	<u>-</u>	<u>-</u>	<u>(2,638,558)</u>
Total Other Financing Sources (Uses)	<u>277,468</u>	<u>-</u>	<u>(1,083,803)</u>
Net Change in Fund Balances	<u>304,774</u>	<u>41,563</u>	<u>1,723,914</u>
Fund Balances (Deficits) - July 1, 2019	<u>-</u>	<u>-</u>	<u>5,463,485</u>
Fund Balances (Deficits) - June 30, 2020	<u>\$ 304,774</u>	<u>\$ 41,563</u>	<u>\$ 7,187,399</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ACTIVE TRANSPORTATION PROGRAM
JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<u>REVENUES:</u>				
Intergovernmental revenues	\$ 36,400	\$ 36,400	\$ -	\$ (36,400)
Total revenues	<u>36,400</u>	<u>36,400</u>	<u>-</u>	<u>(36,400)</u>
<u>EXPENDITURES:</u>				
Streets	<u>-</u>	<u>-</u>	<u>9,018</u>	<u>(9,018)</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>9,018</u>	<u>(9,018)</u>
Excess of revenues over (under) expenditures	<u>36,400</u>	<u>36,400</u>	<u>(9,018)</u>	<u>(45,418)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(36,400)</u>	<u>(36,400)</u>	<u>9,018</u>	<u>45,418</u>
Total other financing sources (uses)	<u>(36,400)</u>	<u>(36,400)</u>	<u>9,018</u>	<u>45,418</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance, July 1, 2019			<u>1</u>	
Fund balance, June 30, 2020			<u>\$ 1</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ANIMAL CONTROL SHELTER FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Taxes and assessments	\$ 132,152	\$ 132,152	\$ 132,415	\$ 263
Fines and forfeitures	4,000	1,000	4,760	3,760
Charges for services	14,005	15,518	18,050	2,532
Other revenues	<u>200</u>	<u>-</u>	<u>800</u>	<u>800</u>
Total revenues	<u>150,357</u>	<u>148,670</u>	<u>156,025</u>	<u>7,355</u>
<u>EXPENDITURES:</u>				
Current:				
General government	-	-	9,258	(9,258)
Public safety	300,384	331,992	326,808	5,184
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>3,325</u>	<u>1,675</u>
Total expenditures	<u>305,384</u>	<u>336,992</u>	<u>339,391</u>	<u>(2,399)</u>
Excess of revenues over (under) expenditures	<u>(155,027)</u>	<u>(188,322)</u>	<u>(183,366)</u>	<u>4,956</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	215,388	250,330	252,953	2,623
Transfers out	<u>(60,361)</u>	<u>(52,906)</u>	<u>(69,689)</u>	<u>(16,783)</u>
Total other financing sources (uses)	<u>155,027</u>	<u>197,424</u>	<u>183,264</u>	<u>(14,160)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 9,102</u>	<u>(102)</u>	<u>\$ (9,204)</u>
Fund balance, July 1, 2019			<u>1</u>	
Fund balance (deficit), June 30, 2020			<u>\$ (101)</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CAL HOME REHABILITATION FUND
JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>REVENUES</u>				
Use of money and property	\$ 200	\$ 200	\$ 25,232	\$ 25,032
Program income	<u>300,000</u>	<u>300,000</u>	<u>415,943</u>	<u>115,943</u>
Total Revenues	<u>300,200</u>	<u>300,200</u>	<u>441,175</u>	<u>140,975</u>
<u>EXPENDITURES</u>				
Current:				
Community development	-	-	94	(94)
Total Expenditures	-	-	94	(94)
Excess of revenues over (under) expenditures	<u>300,200</u>	<u>300,200</u>	<u>441,081</u>	<u>140,881</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	(14,700)	(29,274)	(20,193)	9,081
Total Other Financing Sources (Uses)	<u>(14,700)</u>	<u>(29,274)</u>	<u>(20,193)</u>	<u>9,081</u>
Net Change in Fund Balance	<u>\$ 285,500</u>	<u>\$ 270,926</u>	<u>420,888</u>	<u>\$ 149,962</u>
Fund Balance - July 1, 2019			<u>757,923</u>	
Fund Balance - June 30, 2020			<u>\$ 1,178,811</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CAPITAL IMPROVEMENT FUND
JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>REVENUES</u>				
Other revenues	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Total Revenues	_____ -	_____ -	_____ -	_____ -
<u>EXPENDITURES</u>				
Capital Outlay	1,441,600	1,441,600	857,806	583,794
Total Expenditures	1,441,600	1,441,600	857,806	583,794
Excess of revenues over (under) expenditures	(1,441,600)	(1,441,600)	(857,806)	583,794
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers in	1,441,600	1,441,600	866,792	(574,808)
Transfers out	_____ -	_____ -	(8,987)	(8,987)
Total Other Financing Sources (Uses)	1,441,600	1,441,600	857,805	(574,808)
Net Change in Fund Balance	\$ _____ -	\$ _____ -	(1)	\$ _____ (1)
Fund Balance - July 1, 2019			_____ -	
Fund Balance (deficit) - June 30, 2020			\$ _____ (1)	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GAS TAX FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 400	\$ 200	\$ 2,062	\$ 1,862
Charges for services	45	20	-	(20)
Intergovernmental revenues	1,393,965	1,395,475	1,207,523	(187,952)
Other revenues	<u>5,000</u>	<u>20,837</u>	<u>58,390</u>	<u>37,553</u>
Total revenues	<u>1,399,410</u>	<u>1,416,532</u>	<u>1,267,975</u>	<u>(148,557)</u>
<u>EXPENDITURES:</u>				
Current:				
Public works	632,052	686,622	664,564	22,058
Streets	446,546	456,179	493,962	(37,783)
Capital outlay	-	1,280	2,316	(1,036)
Debt service:				
Principal	<u>15,020</u>	<u>15,020</u>	<u>15,019</u>	<u>1</u>
Total expenditures	<u>1,093,618</u>	<u>1,159,101</u>	<u>1,175,861</u>	<u>(16,760)</u>
Excess of revenues over (under) expenditures	<u>305,792</u>	<u>257,431</u>	<u>92,114</u>	<u>(165,317)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	20,000	82,206	52,659	(29,547)
Transfers out	<u>(208,897)</u>	<u>(191,688)</u>	<u>(210,350)</u>	<u>(18,662)</u>
Total other financing sources (uses)	<u>(188,897)</u>	<u>(109,482)</u>	<u>(157,691)</u>	<u>(48,209)</u>
Net change in fund balance	<u>\$ 116,895</u>	<u>\$ 147,949</u>	<u>(65,577)</u>	<u>\$ (213,526)</u>
Fund balance, July 1, 2019			<u>397,387</u>	
Fund balance, June 30, 2020			<u>\$ 331,810</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TRAFFIC SAFETY FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Fines and forfeitures	\$ 6,000	\$ 6,000	\$ 5,154	\$ (846)
Use of money and property	<u>2</u>	<u>2</u>	<u>-</u>	<u>(2)</u>
Total revenues	<u>6,002</u>	<u>6,002</u>	<u>5,154</u>	<u>(848)</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>6,002</u>	<u>6,002</u>	<u>5,154</u>	<u>(848)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(6,500)</u>	<u>(6,500)</u>	<u>(6,500)</u>	<u>-</u>
Total other financing sources (uses)	<u>(6,500)</u>	<u>(6,500)</u>	<u>(6,500)</u>	<u>-</u>
Net change in fund balance	<u>\$ (498)</u>	<u>\$ (498)</u>	<u>(1,346)</u>	<u>\$ (848)</u>
Fund balance, July 1, 2019			<u>176</u>	
Fund balance (deficit), June 30, 2020			<u>\$ (1,170)</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
SPECIAL PROJECTS FUND
JUNE 30, 2020

<u>EXPENDITURES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Total expenditures	-	-	-	-
Net change in Fund balance	-	-	-	-
Fund balance, July 1, 2019			\$ <u>255,359</u>	
Fund balance, June 30, 2020			\$ <u><u>255,359</u></u>	

* The Town did not adopt a budget for the Special Projects Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
BUSINESS AND HOUSING SERVICES
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ -	\$ 500	\$ -	\$ (500)
Other revenues	-	-	225	225
Total revenues	-	500	225	(275)
<u>EXPENDITURES:</u>				
Current:				
Public works	-	-	584	(584)
Community development	1,311,615	281,757	314,274	(32,517)
Total expenditures	1,321,033	282,957	314,858	(31,901)
Excess of revenues over (under) expenditures	(1,321,033)	(282,457)	(314,633)	(32,176)
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	1,146,333	238,447	91,948	(146,499)
Transfers out	(79,895)	(56,368)	(89,786)	(33,418)
Total other financing sources (uses)	1,066,438	182,079	2,162	(179,917)
Net change in fund balance	\$ (254,595)	\$ (100,378)	(312,471)	\$ (212,093)
Fund balance, July 1, 2019			139,520	
Fund balance (deficit), June 30, 2020			\$ (172,951)	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HUD REVOLVING LOAN FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of money and property	\$ 1,100	\$ 1,100	\$ 6,406	\$ 5,306
Intergovernmental revenues	120,240	120,240	99,594	(20,646)
Program income	<u>50,000</u>	<u>50,000</u>	<u>3,795</u>	<u>(46,205)</u>
Total revenues	<u>171,340</u>	<u>171,340</u>	<u>109,795</u>	<u>(61,545)</u>
<u>EXPENDITURES:</u>				
Current:				
Community development	<u>40,000</u>	<u>40,000</u>	<u>41,145</u>	<u>(1,145)</u>
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>41,145</u>	<u>(1,145)</u>
Excess of revenues over (under) expenditures	<u>131,340</u>	<u>131,340</u>	<u>68,650</u>	<u>(62,690)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(126,637)</u>	<u>(141,387)</u>	<u>(62,601)</u>	<u>78,786</u>
Total other financing sources (uses)	<u>(126,637)</u>	<u>(141,387)</u>	<u>(62,601)</u>	<u>78,786</u>
Net change in fund balance	<u>\$ 4,703</u>	<u>\$ (10,047)</u>	<u>6,049</u>	<u>\$ 16,096</u>
Fund balance, July 1, 2019			<u>348,138</u>	
Fund balance, June 30, 2020			<u>\$ 354,187</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
SLESF FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 800	\$ 800	\$ 847	\$ 47
Intergovernmental revenues	<u>120,000</u>	<u>120,000</u>	<u>154,181</u>	<u>34,181</u>
Total revenues	<u>120,800</u>	<u>120,800</u>	<u>155,028</u>	<u>34,228</u>
<u>EXPENDITURES:</u>				
Current:				
Debt service:				
Principal	<u>12,767</u>	<u>12,767</u>	<u>12,767</u>	<u>-</u>
Total expenditures	<u>12,767</u>	<u>12,767</u>	<u>12,767</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>108,033</u>	<u>108,033</u>	<u>142,261</u>	<u>34,228</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>-</u>	<u>-</u>	<u>(157,756)</u>	<u>(157,756)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(157,756)</u>	<u>(157,756)</u>
Net change in fund balance	<u>\$ 108,033</u>	<u>\$ 108,033</u>	<u>(15,495)</u>	<u>\$ (123,528)</u>
Fund balance, July 1, 2019			<u>65,273</u>	
Fund balance, June 30, 2020			<u>\$ 49,778</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CITIZEN POLICE FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Charges for services	\$ 4	\$ 4	\$ -	\$ (4)
Use of money and property	115	115	341	226
Other revenues	<u>500</u>	<u>500</u>	<u>15,741</u>	<u>15,241</u>
Total revenues	<u>619</u>	<u>619</u>	<u>16,082</u>	<u>15,463</u>
<u>EXPENDITURES:</u>				
Current:				
Public safety	<u>7,393</u>	<u>7,393</u>	<u>2,386</u>	<u>5,007</u>
Capital outlay	<u>8,500</u>	<u>8,500</u>	<u>8,624</u>	<u>(124)</u>
Total expenditures	<u>15,893</u>	<u>15,893</u>	<u>11,010</u>	<u>4,883</u>
Net change in fund balance	<u>\$ (15,274)</u>	<u>\$ (15,274)</u>	<u>5,072</u>	<u>\$ 20,346</u>
Fund balance, July 1, 2019			<u>6,350</u>	
Fund balance, June 30, 2020			<u>\$ 11,422</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ASSET SEIZURE FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 40	\$ 40	\$ 79	\$ 39
Charges for Services	<u>300</u>	<u>300</u>	<u>-</u>	<u>(300)</u>
Total revenues	<u>340</u>	<u>340</u>	<u>79</u>	<u>(261)</u>
<u>EXPENDITURES:</u>				
Current:				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 340</u>	<u>\$ 340</u>	<u>79</u>	<u>\$ (261)</u>
Fund balance, July 1, 2019			<u>4,524</u>	
Fund balance, June 30, 2020			<u>\$ 4,603</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HIGHWAY SAFETY IMPROVEMENT FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Intergovernmental revenues	\$ 534,000	\$ 534,000	\$ 665,473	\$ 131,473
Total revenues	<u>534,000</u>	<u>534,000</u>	<u>665,473</u>	<u>131,473</u>
<u>EXPENDITURES:</u>				
Public safety	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>534,000</u>	<u>534,000</u>	<u>665,473</u>	<u>131,473</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(534,000)</u>	<u>(534,000)</u>	<u>(665,474)</u>	<u>(131,474)</u>
Total other financing sources (uses)	<u>(534,000)</u>	<u>(534,000)</u>	<u>(665,474)</u>	<u>(131,474)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(1)</u>	<u>\$ (1)</u>
Fund balance, July 1, 2019			-	
Fund balance (deficit), June 30, 2020			<u>\$ (1)</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT SIGNALIZATION FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Licenses, permits, and impact fees	\$ 1,000	\$ 1,000	\$ 775	\$ (225)
Use of money and property	<u>750</u>	<u>750</u>	<u>1,321</u>	<u>571</u>
Total revenues	<u>1,750</u>	<u>1,750</u>	<u>2,096</u>	<u>346</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 1,750</u>	<u>\$ 1,750</u>	<u>2,096</u>	<u>\$ 346</u>
Fund balance, July 1, 2019			<u>75,528</u>	
Fund balance, June 30, 2020			<u>\$ 77,624</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT PDFC FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Licenses, permits, and impact fees	\$ 2,000	\$ 2,000	\$ 1,425	\$ (575)
Use of money and property	<u>170</u>	<u>170</u>	<u>389</u>	<u>219</u>
Total revenues	<u>2,170</u>	<u>2,170</u>	<u>1,814</u>	<u>(356)</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 2,170</u>	<u>\$ 2,170</u>	<u>1,814</u>	<u>\$ (356)</u>
Fund balance, July 1, 2019			<u>21,065</u>	
Fund balance, June 30, 2020			<u>\$ 22,879</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT FDFC FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Licenses, permits, and impact fees	\$ 1,500	\$ 1,500	\$ 1,231	\$ (269)
Use of money and property	<u>310</u>	<u>310</u>	<u>592</u>	<u>282</u>
Total revenues	<u>1,810</u>	<u>1,810</u>	<u>1,823</u>	<u>13</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 1,810</u>	<u>\$ 1,810</u>	<u>1,823</u>	<u>\$ 13</u>
Fund balance, July 1, 2019			<u>32,962</u>	
Fund balance, June 30, 2020			<u>\$ 34,785</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT ROAD FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Licenses, permits, and impact fees	\$ 15,000	\$ 15,000	\$ 8,857	\$ (6,143)
Use of money and property	<u>6,000</u>	<u>6,000</u>	<u>11,367</u>	<u>5,367</u>
Total revenues	<u>21,000</u>	<u>21,000</u>	<u>20,224</u>	<u>(776)</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 21,000</u>	<u>\$ 21,000</u>	<u>20,224</u>	<u>\$ (776)</u>
Fund balance, July 1, 2019			<u>647,513</u>	
Fund balance, June 30, 2020			<u>\$ 667,737</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
NORTH VALLEY/BUTTE STRONG FUND
JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of money and property	\$ -	\$ -	\$ 6,700	\$ 6,700
Other Revenues	-	-	<u>520,985</u>	<u>520,985</u>
Total revenues	-	-	<u>527,685</u>	<u>527,685</u>
<u>EXPENDITURES</u>				
General government	-	-	-	-
Community development	-	-	-	-
Public works	-	-	-	-
Total expenditures	-	-	-	-
Excess of revenues over (under) expenditures	-	-	<u>527,685</u>	<u>527,685</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	<u>(146,105)</u>	<u>(146,105)</u>
Total other financing sources (uses)	-	-	<u>(146,105)</u>	<u>(146,105)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>381,580</u>	<u>\$ 381,580</u>
Fund balance, July 1, 2019			-	
Fund balance, June 30, 2020			<u>\$ 381,580</u>	

* The Town did not adopt a budget for the North Valley/Butte Strong Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
LOCAL TRANSPORTATION FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 2,000	\$ 2,000	\$ 505	\$ (1,495)
Intergovernmental revenues	-	-	-	-
Other revenue	<u>1,800</u>	<u>1,800</u>	<u>2,732</u>	<u>932</u>
Total revenues	<u>3,800</u>	<u>3,800</u>	<u>3,237</u>	<u>(563)</u>
<u>EXPENDITURES:</u>				
Current:				
Streets	<u>1,800</u>	<u>1,800</u>	<u>2,733</u>	<u>(933)</u>
Total expenditures	<u>1,800</u>	<u>1,800</u>	<u>2,733</u>	<u>(933)</u>
Excess of revenues over (under) expenditures	<u>2,000</u>	<u>2,000</u>	<u>504</u>	<u>(1,496)</u>
Net change in fund balance	<u>\$ 2,000</u>	<u>\$ 2,000</u>	<u>504</u>	<u>\$ (1,496)</u>
Fund balance, July 1, 2019			<u>28,961</u>	
Fund balance, June 30, 2020			<u>\$ 29,465</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HOUSING AUTHORITY FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Program income	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
Use of money and property	<u>600</u>	<u>600</u>	<u>3,290</u>	<u>2,690</u>
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>3,290</u>	<u>(46,710)</u>
<u>EXPENDITURES:</u>				
Current:				
Community development	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>50,000</u>	<u>50,000</u>	<u>3,290</u>	<u>(46,710)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	<u>7,834</u>	<u>7,834</u>	<u>3,917</u>	<u>(3,917)</u>
Total other financing sources (uses)	<u>7,834</u>	<u>7,834</u>	<u>3,917</u>	<u>-</u>
Net change in fund balance	<u>\$ 57,834</u>	<u>\$ 57,834</u>	<u>7,207</u>	<u>\$ (50,627)</u>
Fund balance, July 1, 2019			<u>96,435</u>	
Fund balance, June 30, 2020			<u>\$ 103,642</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ABANDONED VEHICLE FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 1,200	\$ 1,200	\$ 2,092	\$ 892
Intergovernmental revenues	<u>14,000</u>	<u>14,000</u>	<u>1,892</u>	<u>(12,108)</u>
Total revenues	<u>15,200</u>	<u>15,200</u>	<u>3,984</u>	<u>(11,216)</u>
<u>EXPENDITURES:</u>				
Current:				
Community development	<u>1,264</u>	<u>1,264</u>	<u>1,557</u>	<u>(293)</u>
Total expenditures	<u>1,264</u>	<u>1,264</u>	<u>1,557</u>	<u>(293)</u>
Excess of revenues over (under) expenditures	<u>13,936</u>	<u>13,936</u>	<u>2,427</u>	<u>(11,509)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(10,000)</u>	<u>(10,000)</u>	<u>(15,610)</u>	<u>(5,610)</u>
Total other financing sources (uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>(15,610)</u>	<u>(5,610)</u>
Net change in fund balance	<u>\$ 3,936</u>	<u>\$ 3,936</u>	<u>(13,183)</u>	<u>\$ 17,119</u>
Fund balance, July 1, 2019			<u>136,654</u>	
Fund balance, June 30, 2020			<u>\$ 123,471</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT DRAINAGE FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Licenses, permits, and impact fees	\$ 10,000	\$ 10,000	\$ 9,938	\$ (62)
Use of money and property	<u>6,800</u>	<u>6,800</u>	<u>12,947</u>	<u>6,147</u>
Total revenues	<u>16,800</u>	<u>16,800</u>	<u>22,885</u>	<u>6,085</u>
<u>EXPENDITURES:</u>				
Current:	-	-	-	-
Community development	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 16,800</u>	<u>\$ 16,800</u>	<u>22,885</u>	<u>\$ 6,085</u>
Fund balance, July 1, 2019			<u>737,667</u>	
Fund balance, June 30, 2020			<u>\$ 760,552</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL PLAN FEE FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 4,000	\$ 4,000	\$ 16,481	\$ 12,481
Charges for services	<u>150,000</u>	<u>150,000</u>	<u>526,300</u>	<u>376,300</u>
Total revenues	<u>154,000</u>	<u>154,000</u>	<u>542,781</u>	<u>388,781</u>
<u>EXPENDITURES:</u>				
Current:				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 154,000</u>	<u>\$ 154,000</u>	<u>542,781</u>	<u>\$ 388,781</u>
Fund balance, July 1, 2019			<u>424,965</u>	
Fund balance, June 30, 2020			<u>\$ 967,746</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TRAFFIC SAFETY-DUI IMPOUND FEES FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 460	\$ 460	\$ 822	\$ 362
Charges for services	<u>2,000</u>	<u>2,000</u>	<u>4,500</u>	<u>2,500</u>
Total revenues	<u>2,460</u>	<u>2,460</u>	<u>5,322</u>	<u>2,862</u>
<u>EXPENDITURES</u>				
Capital outlay	<u>-</u>	<u>-</u>	<u>12,805</u>	<u>(12,805)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>12,805</u>	<u>(12,805)</u>
Net change in fund balance	<u>\$ 2,460</u>	<u>\$ 2,460</u>	<u>(7,483)</u>	<u>\$ (9,943)</u>
Fund balance, July 1, 2019			<u>55,775</u>	
Fund balance, June 30, 2020			<u>\$ 48,292</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
AB109 STATE FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ _____ -	\$ _____ -	\$ _____ 294	\$ _____ 294
Total revenues	_____ -	_____ -	_____ 294	_____ 294
<u>EXPENDITURES:</u>				
Public safety	_____ -	_____ -	_____ -	_____ -
Total expenditures	_____ -	_____ -	_____ -	_____ -
Excess of revenue over (under) expenditures	_____ -	_____ -	_____ 294	_____ 294
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	_____ (12,295)	_____ (12,295)	_____ 0	_____ 12,295
Total other financing sources (uses)	_____ (12,295)	_____ (12,295)	_____ 0	_____ 12,295
Net change in fund balance	\$ _____ (12,295)	\$ _____ (12,295)	_____ 294	\$ _____ (12,589)
Fund balance, July 1, 2019			_____ 16,997	
Fund balance, June 30, 2020			\$ _____ 17,291	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CLARK ROAD SIGNAL FUND
JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of money and property	\$ <u>55</u>	\$ <u>55</u>	\$ <u>107</u>	\$ <u>52</u>
Total revenues	<u>55</u>	<u>55</u>	<u>107</u>	<u>52</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u><u>55</u></u>	\$ <u><u>55</u></u>	<u>107</u>	\$ <u><u>52</u></u>
Fund balance, July 1, 2019			<u>6,193</u>	
Fund balance, June 30, 2020			\$ <u><u>6,300</u></u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TREE REPLACEMENT IN LIEU FUND
JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of money and property	\$ 2	\$ 2	\$ 4	\$ 2
Charges for services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>2</u>	<u>2</u>	<u>4</u>	<u>2</u>
<u>EXPENDITURES:</u>				
General government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 2</u>	<u>\$ 2</u>	<u>4</u>	<u>\$ 2</u>
Fund balance, July 1, 2019			<u>249</u>	
Fund balance, June 30, 2020			<u>\$ 253</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
COVID-19 FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Other revenues	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Total revenues	_____ -	_____ -	_____ -	_____ -
<u>EXPENDITURES:</u>				
Public safety	-	-	13,012	(13,012)
Public works	-	-	17,547	(17,547)
Streets	-	-	71	(71)
Capital outlay	_____ -	_____ -	<u>853</u>	<u>(853)</u>
Total Expenditures	_____ -	_____ -	<u>31,483</u>	<u>(31,483)</u>
Excess of revenue over (under) expenditures	_____ -	_____ -	<u>(31,483)</u>	<u>(31,483)</u>
Net change in fund balance	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>(31,483)</u>	<u>\$ (31,483)</u>
Fund balance (deficit), July 1, 2019			_____ -	
Fund balance (deficit), June 30, 2020			<u>\$ (31,483)</u>	

* The Town did not adopt a budget for the COVID-19 Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
DISABILITY ACCESS AND EDUCATION FUND
JUNE 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of money and property	\$ 3	\$ 3	\$ 19	\$ 16
Charges for services	100	100	728	628
Total revenues	103	103	747	644
<u>EXPENDITURES:</u>				
General government	10	10	33	(23)
Total expenditures	10	10	33	(23)
Net change in fund balance	\$ 93	\$ 93	714	\$ 621
Fund balance, July 1, 2019			388	
Fund balance, June 30, 2020			\$ 1,102	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
FEMA REIMBURSEMENT FUND
JUNE 30, 2020

	Original Budget*	Final Budget*	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Intergovernmental revenues	\$ _____ -	\$ _____ -	\$ 200,800	\$ 200,800
Total revenues	_____ -	_____ -	200,800	200,800
Excess of revenue over (under) expenditures	_____ -	_____ -	200,800	200,800
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	_____ -	_____ -	(200,800)	(200,800)
Total other financing sources (uses)	_____ -	_____ -	(200,800)	(200,800)
Net change in Fund balance	\$ _____ -	\$ _____ -	_____ -	\$ _____ -
Fund balance (deficit), July 1, 2019			_____ -	
Fund balance (deficit), June 30, 2020			\$ _____ -	

* The Town did not adopt a budget for the FEMA Reimbursement Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
SMIP FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 32	\$ 32	\$ 291	\$ 259
Licenses and permits	<u>4,000</u>	<u>4,000</u>	<u>1,789</u>	<u>(2,211)</u>
Total revenues	<u>4,032</u>	<u>4,032</u>	<u>2,080</u>	<u>(1,952)</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 4,032</u>	<u>\$ 4,032</u>	<u>2,080</u>	<u>\$ (1,952)</u>
Fund balance, July 1, 2019			<u>2,474</u>	
Fund balance, June 30, 2020			<u>\$ 4,554</u>	

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 POLICE DEPARTMENT SEIZURES FUND
 JUNE 30, 2020

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Fund balance (deficit), July 1, 2019			<u>(1,302)</u>	
Fund balance (deficit), June 30, 2020			\$ <u>(1,302)</u>	

* The Town did not adopt a budget for the Police Department Seizures Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
USDA FUND
JUNE 30, 2020

	Original Budget*	Final Budget*	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Intergovernmental	\$ _____ -	\$ _____ -	\$ 361,378	\$ 361,378
Total revenues	_____ -	_____ -	361,378	361,378
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	_____ -	_____ -	(361,378)	(361,378)
Total other financing sources (uses)	_____ -	_____ -	(361,378)	(361,378)
Net change in fund balance	\$ _____ -	\$ _____ -	_____ -	\$ _____ -
Fund balance (deficit), July 1, 2019			_____ -	
Fund balance (deficit), June 30, 2020			\$ _____ -	

* The Town did not adopt a budget for the USDA Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CANINE PROTECT FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 150	\$ 150	\$ 497	\$ 347
Other revenues	<u>5,000</u>	<u>5,000</u>	<u>83</u>	<u>(4,917)</u>
Total revenues	<u>5,150</u>	<u>5,150</u>	<u>580</u>	<u>(4,570)</u>
<u>EXPENDITURES:</u>				
Public safety	<u>13,500</u>	<u>13,500</u>	<u>2,522</u>	<u>10,978</u>
Total expenditures	<u>13,500</u>	<u>13,500</u>	<u>2,522</u>	<u>10,978</u>
Net change in fund balance	<u>\$ (8,350)</u>	<u>\$ (8,350)</u>	<u>(1,942)</u>	<u>\$ 6,408</u>
Fund balance, July 1, 2019			<u>31,136</u>	
Fund balance, June 30, 2020			<u>\$ 29,194</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
FIRE FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 70	\$ 70	\$ 255	\$ 185
Other revenues	<u>1,000</u>	<u>1,000</u>	<u>702</u>	<u>(298)</u>
Total revenues	<u>70</u>	<u>70</u>	<u>957</u>	<u>887</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 70</u>	<u>\$ 70</u>	<u>957</u>	<u>\$ 887</u>
Fund balance, July 1, 2019			<u>14,016</u>	
Fund balance, June 30, 2020			<u>\$ 14,973</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ANIMAL CONTROL FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 50	\$ 50	\$ 142	\$ 92
Other revenues	<u>6,000</u>	<u>6,000</u>	<u>5,826</u>	<u>(174)</u>
Total revenues	<u>6,050</u>	<u>6,050</u>	<u>5,968</u>	<u>(82)</u>
<u>EXPENDITURES:</u>				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue over (under) expenditures	<u>6,050</u>	<u>6,050</u>	<u>5,968</u>	<u>(82)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(24,474)</u>	<u>(38,952)</u>	<u>-</u>	<u>38,952</u>
Total other financing sources (uses)	<u>(24,474)</u>	<u>(38,952)</u>	<u>-</u>	<u>38,952</u>
Net change in fund balance	<u>\$ (18,424)</u>	<u>\$ (32,902)</u>	<u>5,968</u>	<u>\$ 38,870</u>
Fund balance, July 1, 2019			<u>20,394</u>	
Fund balance (deficit), June 30, 2020			<u>\$ 26,362</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
POLICE FUND
JUNE 30, 2020

	Original Budget*	Final Budget*	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of Money and Property	\$ 120	\$ 120	\$ 229	\$ 109
Other revenues	100	100	100	-
Total revenues	220	220	329	109
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	\$ 220	\$ 220	329	\$ 109
Fund balance, July 1, 2019			13,120	
Fund balance, June 30, 2020			\$ 13,449	

* The Town did not adopt a budget for the Police Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
MEMORIAL TRAILWAY
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ <u>30</u>	\$ <u>30</u>	\$ <u>59</u>	\$ <u>29</u>
Total revenues	<u>30</u>	<u>30</u>	<u>59</u>	<u>29</u>
<u>EXPENDITURES:</u>				
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ 30</u>	<u>\$ 30</u>	<u>59</u>	<u>\$ 29</u>
Fund balance, July 1, 2019			<u>3,428</u>	
Fund balance, June 30, 2020			<u>\$ 3,487</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TRANSPORTATION CAPITAL PROJECTS FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of money and property	\$ _____ -	\$ _____ -	\$ _____ 10,395	\$ _____ 10,395
Total revenues	_____ -	_____ -	_____ 10,395	_____ 10,395
<u>EXPENDITURES:</u>				
Public works	\$ 14,302	\$ 16,560	\$ 15,079	\$ 1,481
Streets	_____ 4,144	_____ 5,119	_____ 4,717	_____ 402
Total expenditures	_____ 18,446	_____ 21,679	_____ 19,796	_____ 1,883
Excess of revenue over (under) expenditures	_____ (18,446)	_____ (21,679)	_____ (9,401)	_____ 12,278
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	_____ (35,686)	_____ (35,642)	_____ (37,352)	_____ (1,710)
Total other financing sources (uses)	_____ (35,686)	_____ (35,642)	_____ (37,352)	_____ (1,710)
Net change in fund balance	\$ _____ (54,132)	\$ _____ (57,321)	_____ (46,753)	\$ _____ 10,568
Fund balance, July 1, 2019			_____ 656,978	
Fund balance, June 30, 2020			\$ _____ 610,225	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
FED CMAQ CONGESTION MGMT AIR QUALITY FUND
JUNE 30, 2020

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Intergovernmental revenues	\$ _____ -	\$ _____ -	\$ 23,729	\$ 23,729
Total revenues	_____ -	_____ -	23,729	23,729
<u>EXPENDITURES:</u>				
Public safety	_____ -	_____ -	-	-
Total expenditures	_____ -	_____ -	-	-
Excess of revenue over (under) expenditures	_____ -	_____ -	23,729	23,729
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	_____ -	_____ -	(23,729)	(23,729)
Total other financing sources (uses)	_____ -	_____ -	(23,729)	(23,729)
Net change in fund balance	\$ <u>_____ -</u>	\$ <u>_____ -</u>	-	\$ <u>_____ -</u>
Fund balance, July 1, 2019			-	
Fund balance, June 30, 2020			\$ <u>_____ -</u>	

* The Town did not adopt a budget for the FED CMAQ Congestion Mgmt Air Quality Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ONE TIME MISCELLANEOUS GRANTS
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ -	\$ -	\$ 10,509	\$ 10,509
Other revenues	-	-	211,000	211,000
Intergovernmental revenues	-	-	820,761	820,761
Total revenues	-	-	1,042,270	1,042,270
<u>EXPENDITURES:</u>				
General government	\$ -	\$ -	\$ 1,710	\$ (1,710)
Community development	-	-	20,761	(20,761)
Total expenditures	-	-	22,471	(22,471)
Excess of revenue over (under) expenditures	-	-	1,019,799	1,019,799
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	(860,000)	(860,000)	(389,175)	470,825
Total other financing sources (uses)	(860,000)	(860,000)	(389,175)	470,825
Net change in Fund balance	<u>\$ (860,000)</u>	<u>\$ (860,000)</u>	<u>630,624</u>	<u>\$ 1,490,624</u>
Fund balance, July 1, 2019			<u>1,710</u>	
Fund balance, June 30, 2020			<u>\$ 632,334</u>	

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
DISASTER RECOVERY PROJECTS FUND
JUNE 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ -	\$ -	\$ 5,056	\$ 5,056
Intergovernmental	-	-	300,000	300,000
Total revenues	-	-	305,056	305,056
<u>EXPENDITURES:</u>				
Public works	-	-	32	(32)
Capital outlay	-	-	277,718	(277,718)
Total Expenditures	-	-	277,750	(277,750)
Excess of revenue over (under) expenditures	-	-	27,306	27,306
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	-	-	277,468	277,468
Total other financing sources (uses)	-	-	277,468	277,468
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>304,774</u>	<u>\$ 304,774</u>
Fund balance, July 1, 2019			-	
Fund balance, June 30, 2020			<u>\$ 304,774</u>	

* The Town did not adopt a budget for the Disaster Recovery Projects Fund for the year ended June 30, 2020.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL MISCELLANEOUS DONATIONS
JUNE 30, 2020

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ -	\$ -	\$ 5,185	\$ 5,185
Other revenues	-	-	200	200
Total revenues	-	-	5,385	5,385
<u>EXPENDITURES:</u>				
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess of revenue over (under) expenditures	-	-	5,385	5,385
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	-	-	(173,073)	(173,073)
Total other financing sources (uses)	-	-	(173,073)	(173,073)
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(167,688)</u>	<u>\$ (167,688)</u>
Fund balance, July 1, 2019			<u>465,527</u>	
Fund balance, June 30, 2020			<u>\$ 297,839</u>	

* The Town did not adopt a budget for the General Miscellaneous Donations Fund for the year ended June 30, 2020.

TOWN OF PARADISE
PRIVATE-PURPOSE TRUST FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020

	<u>General Trust</u>	<u>Successor RDA Fund</u>	<u>RDA Debt Service Obligation Retirement Fund</u>	<u>Totals</u>
<u>ASSETS</u>				
Cash and investments	\$ 7	\$ 206,740	\$ -	\$ 206,747
Restricted cash and investments with fiscal agents	-	420,842	-	420,842
Accounts receivable	-	3	-	3
Total assets	<u>7</u>	<u>627,585</u>	<u>-</u>	<u>627,592</u>
<u>LIABILITIES</u>				
Accrued payroll payable	-	138	-	138
Interest payable	-	22,211	-	22,211
Due to other funds	-	8,366	-	8,366
Long-term liabilities, due within one year	-	110,000	-	110,000
Long-term liabilities, due in more than one year	-	6,745,519	-	6,745,519
Total liabilities	<u>-</u>	<u>6,886,234</u>	<u>-</u>	<u>6,886,234</u>
<u>NET POSITION</u>				
Unrestricted	<u>7</u>	<u>(6,258,649)</u>	<u>-</u>	<u>(6,258,642)</u>
Total net position (deficit)	<u>\$ 7</u>	<u>\$ (6,258,649)</u>	<u>\$ -</u>	<u>\$ (6,258,642)</u>

TOWN OF PARADISE
PRIVATE-PURPOSE TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2020

	<u>General Trust</u>	<u>Successor RDA Fund</u>	<u>RDA Debt Service Obligation Retirement Fund</u>	<u>Totals</u>
<u>ADDITIONS</u>				
Taxes and assessments	\$ -	\$ -	\$ 443,264	\$ 443,264
Investment revenue	-	5,126	-	5,126
Intergovernmental revenue	-	443,264	-	443,264
Total additions	<u>-</u>	<u>448,390</u>	<u>443,264</u>	<u>891,654</u>
<u>DEDUCTIONS</u>				
Administrative expenses	-	7,952	-	7,952
Interest expense	-	314,556	-	314,556
Intergovernmental expenses	-	12,900	443,264	456,164
Total deductions	<u>-</u>	<u>335,408</u>	<u>443,264</u>	<u>778,672</u>
Change in Net position	-	112,982	-	112,982
Net position (deficit) - July 1, 2019	7	(6,461,631)	-	(6,461,624)
Prior period adjustment (Note 15)	-	90,000	-	90,000
Net position (deficit) - July 1, 2019, restated	7	(6,371,631)	-	(6,371,624)
Net position (deficit) - June 30, 2020	<u>\$ 7</u>	<u>\$ (6,258,649)</u>	<u>\$ -</u>	<u>\$ (6,258,642)</u>

TOWN OF PARADISE
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2020

	Employee Bank Fund	Police Department Found Money Fund	Total
<u>ASSETS</u>			
Cash and investments	\$ 634	\$ 5,145	\$ 5,779
Accounts receivable (Note 16)	-	-	5,145
Interest receivable	2	-	2
Total assets	\$ 636	\$ 5,145	\$ 10,926
<u>LIABILITIES</u>			
Due to others	\$ 636	\$ 5,145	\$ 10,926
Total liabilities	\$ 636	\$ 5,145	\$ 10,926

TOWN OF PARADISE
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2020

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2020</u>
EMPLOYEE BANK FUND				
ASSETS				
Cash and investments	\$ 563	\$ 71	\$ -	\$ 634
Interest receivable	<u>2</u>	<u>-</u>	<u>-</u>	<u>2</u>
Total assets	<u>\$ 565</u>	<u>\$ 71</u>	<u>\$ -</u>	<u>\$ 636</u>
LIABILITIES				
Due to others	<u>\$ 565</u>	<u>\$ 71</u>	<u>\$ -</u>	<u>\$ 636</u>
Total liabilities	<u>\$ 565</u>	<u>\$ 71</u>	<u>\$ -</u>	<u>\$ 636</u>
POLICE DEPARTMENT FOUND				
MONEY FUND				
ASSETS				
Cash and investments	<u>\$ 5,041</u>	<u>\$ 104</u>	<u>\$ -</u>	<u>\$ 5,145</u>
Total assets	<u>\$ 5,041</u>	<u>\$ 104</u>	<u>\$ -</u>	<u>\$ 5,145</u>
LIABILITIES				
Due to others	<u>\$ 5,041</u>	<u>\$ 104</u>	<u>\$ -</u>	<u>\$ 5,145</u>
Total liabilities	<u>\$ 5,041</u>	<u>\$ 104</u>	<u>\$ -</u>	<u>\$ 5,145</u>