



ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PREPARED BY THE
FINANCE DEPARTMENT

This Page Left Intentionally Blank

INTRODUCTORY

SECTION

This Page Left Intentionally Blank

CITY OF BELVEDERE, CALIFORNIA

Annual Comprehensive Financial Report
For the Year Ended June 30, 2023

Table of Contents

Page

INTRODUCTORY SECTION:

Table of Contents	i
Letter of Transmittal.....	v
Elected Officials and Administrative Personnel	ix
Organization Chart	x
City Map.....	xi
GFOA Certificate	xii

FINANCIAL SECTION:

Independent Auditor’s Report	1
---	---

Management’s Discussion and Analysis	5
---	---

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position	16
Statement of Activities – Governmental Activities	17

Fund Financial Statements:

Governmental Funds:

Balance Sheet	20
Reconciliation of the Governmental Funds – Balance Sheet to the Government-Wide Statement of Net Position	22
Statement of Revenues, Expenditures, and Changes in Fund Balances	24
Reconciliation of the Governmental Funds – Statement of Revenues, Expenditures and Changes in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Position	26

CITY OF BELVEDERE, CALIFORNIA

Annual Comprehensive Financial Report
For the Year Ended June 30, 2023

Table of Contents

Page

FINANCIAL SECTION (Continued):

Fiduciary Funds:

Statement of Fiduciary Net Position 28

Statement of Changes in Fiduciary Net Position 29

Notes to Basic Financial Statements..... 31

Required Supplementary Information:

Budgetary Comparison Schedules:

General Fund..... 70

Fire Protection Special Revenue Fund..... 71

Notes to Required Supplementary Information..... 72

Defined Pension Plan – Miscellaneous and Safety Cost-Sharing Multiple-Employer Plans:

Schedule of Proportionate Share of the Net Pension Liability and Related Ratios
as of the Measurement Date 73

Schedule of Contributions and Notes to Schedule 74

Schedule of Changes in the Net Pension Liability and Related Ratios 75

Defined Benefit Pension Plan – PARS Retirement Enhancement Plan (REP):

Schedule of Contributions..... 76

Other Postemployment Benefit Plan:

Schedule of Changes in the City’s Net OPEB Liability and Related Ratios..... 77

Schedule of Contributions..... 78

Supplementary Information:

Budgetary Comparison Schedule, Major Capital Projects Fund:

General Capital Improvement Fund 80

CITY OF BELVEDERE, CALIFORNIA

Annual Comprehensive Financial Report
For the Year Ended June 30, 2023

Table of Contents

Page

FINANCIAL SECTION (Continued):

General Fund:

Combining Balance Sheet 81

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances 82

Non-major Governmental Funds:

Combining Balance Sheets 84

Combining Statement of Revenues, Expenditures, and Changes
in Fund Balances..... 85

Budgetary Comparison Schedule Equipment Replacement Fund..... 86

Custodial Funds:

Combining Statement of Fiduciary Net Position..... 87

Combining Statement of Changes in Fiduciary Net Position..... 88

STATISTICAL SECTION:

Financial Trends:

Net Position by Component - Last Ten Fiscal Years 91

Changes in Net Position - Last Ten Fiscal Years 92

Program Revenues by Function/Program - Last Ten Fiscal Years 94

Fund Balances, of Governmental Funds - Last Ten Fiscal Years 95

Changes in Fund Balances, of Governmental Funds - Last Ten Fiscal Years 96

Revenue Capacity:

City-Wide Assessed Value and Estimated Actual Value of Taxable Property
- Last Ten Fiscal Years 97

Taxable Property by Use Code, City-Wide - Last Ten Fiscal Years 98

Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years 99

CITY OF BELVEDERE, CALIFORNIA

**Annual Comprehensive Financial Report
For the Year Ended June 30, 2023**

Table of Contents

Page

STATISTICAL SECTION (Continued):

Principal Property Tax Payers - Last Fiscal Year and Nine Years Ago.....	100
Principal Sales Tax Producers - Last Fiscal Year and Nine Years Ago.....	101
Property Tax Levies and Collections - Last Ten Fiscal Years	102
Debt Capacity:	
Ratios of Outstanding Debt by Type	103
Computation of Direct and Overlapping Debt	104
Demographic and Economic Information:	
Demographic and Economic Statistics - Last Ten Fiscal Years	105
Principal Employers.....	106
Full-time Equivalent City Government Employees by Function/Program - Last Ten Fiscal Years.....	107
Operating Information:	
Operating Indicators by Function/Program	108
Capital Asset Statistics by Function/Program	109



December 7, 2023

Honorable Mayor, Members of the City Council
and Citizens of the City of Belvedere

The City, consistent with its responsibility to fully disclose its financial information and to ensure compliance with all state and federal regulations, publishes a complete set of audited financial statements within six months after the close of each fiscal year. The Annual Comprehensive Financial Report of the City of Belvedere fulfills that requirement for the fiscal year ended June 30, 2023. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. City management assumes full responsibility for the accuracy, completeness and reliability of the information contained in this report.

The City's financial statements have been audited by Maze & Associates Accountancy Corporation, a firm of certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2023, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified ("clean") opinion that the City's financial statements for the fiscal year ended June 30, 2023, are fairly presented in conformity with generally accepted accounting principles ("GAAP"). The independent auditors' report is presented as the first component of the financial section of this report.

Generally accepted accounting principles ("GAAP") require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Government Profile

The City of Belvedere is a residential community located on the Tiburon Peninsula in Marin County, California. Belvedere is 2.4 square miles in size and is surrounded on three sides by the waters of the San Francisco Bay. The town is situated on two "islands" (Belvedere Island and Corinthian Island) and a lagoon area with adjacent residential properties. Belvedere affords its residents with amazing views in every direction. San Francisco, the Golden Gate Bridge, Sausalito, Angel Island and Mt. Tamalpais can be seen from Belvedere. The population of Belvedere is just under 2,100. A small fraction of the land area in Belvedere is devoted to commercial uses, including offices, services and retail establishments.

Incorporated in 1896, Belvedere has a Council/Manager form of government. Policy-making and legislative authority are vested in the governing city council, which consists of a mayor, vice-mayor and three council members. Council members are elected on a non-partisan basis to overlapping four-year terms. The council members select the Mayor and Vice Mayor each year. The Council is responsible for passing ordinances, adopting the budget, appointing commission and board members, and hiring the City Manager and City Attorney. The City Manager is responsible for assuring compliance with all ordinances, implementing the policies and direction of the City Council, appointing department heads, hiring employees, and managing the daily operations of the City.

The City provides a range of municipal services including law enforcement, planning, building code compliance, construction and maintenance of city infrastructure and park maintenance. Contract fire services are provided by the Tiburon Fire Protection District. Library and Recreation services are provided through joint powers agreements with the Town of Tiburon.

The annual budget serves as the foundation for the City of Belvedere's financial planning and control system. The City's departments are required to submit requests for appropriation to the City Manager each year. The City Manager uses these requests as the starting point for developing the proposed budget. In May of each year, the City Manager submits to the City Council a proposed operating budget for review. The Council holds a public hearing, and a final budget is adopted by June 30th each year.

The budget is adopted by fund, department and account classification. The City Manager may transfer budgeted amounts within any fund. Only the City Council can approve additional appropriations. The City Council is given a financial report and a comprehensive budget review at mid-year.

Economic Outlook

The City is primarily residential, and the majority of general fund revenue received (72%) is from local property taxes. Current Secured Property Tax revenue increased 9.0% (or \$481,739) in fiscal year 2023 and is estimated to increase 4.0% (or \$232,875) in fiscal year 2024. At the end of October 2023, there were 11 homes for sale in Belvedere with sales prices ranging from \$2.85 to \$31.5 million with an average list price of \$13 million, and a median list price of \$8 million.

Belvedere's revenues are somewhat insulated from economic downturns because only a small percentage of revenue received is from sales tax and there are no hotels in the city. In the ten years ranging from fiscal year 2014 through fiscal year 2023 overall property tax revenues increased an average of 6.41% per year.

Long-Term Financial Planning

Belvedere's unique reliance on property tax revenue places Belvedere in a relatively positive economic outlook compared to other agencies that rely mostly on sales tax revenues. The City did see an increase during the fiscal year in both planning and building related workloads and public work projects. The City has taken a conservative approach to our budget planning due to signs of a slowing economy and an increase in the cost of living over the past year leading to higher expenditures for both the City and staff. To address these challenges, the City maintains a thoughtful and measured approach to our financial planning.

The five-year forecast assumes a conservative 4.5% in property tax revenue over the period, and continued contributions to the new Section 115 Pension Trust Fund to hedge against rising pension liabilities. Operating and capital expenditures have been forecasted just below pre-pandemic levels.

The City has identified \$3.09 million in capital projects to be completed over the next five fiscal years. Capital projects included are:

- \$1,840,000 for street improvements,
- \$392,000 for infrastructure improvements – including funding for completing the Environmental Impact Report (EIR) for the Belvedere Seismic Upgrade Project (BSUP),
- \$206,000 for improvements to Belvedere's lanes,
- \$129,000 for parks and open space projects,
- \$177,000 for community building upgrades, and
- \$348,000 for miscellaneous uncategorized projects.

Funding for street-related projects will come from various sources, including Road Impact Fee revenue; which is collected at the time a construction permit is issued; State Gas Tax revenue; and Marin County Measure A sales tax revenue.

On November 3, 2021, the Council considered updated project designs for a project that has been under serious consideration for several years. The project, the "Critical Infrastructure Project," is a comprehensive approach to protecting the City from current and future threats. By strengthening key access routes and utility arteries and providing additional protection against storm surges and waves, the project would not only ensure resilience of public assets but would also add value to every property in Belvedere. The project has been divided into two phases with an estimated cost of the entire project of \$28 million and will likely be funded through a combination of grant funding and other financing sources still to be identified.

The City's General Fund Reserve Policy was revised at its meeting on December 13, 2021, to require that the City maintain an end-of-year General Fund Reserve that totals one half of the projected fiscal year's General Fund expenditures, plus one half of the General Fund transfer to the Fire Fund, plus one half of annual debt service payments. The projected expenditures from the 2nd year of the 5-year budget are used for this calculation. The General Fund reserve was fully funded at the end of fiscal year 2023 and is anticipated to be fully funded in each of the next five fiscal years.

The General Fund Reserve Policy was revised at the March 13, 2023 Council meeting, whereby any unassigned funds remaining in the City's General Fund after all other funds have been classified in accordance with GAAP and City Policy, will be reviewed by the Finance Committee as part of the annual financial audit report each December and a recommendation made to Council.

Financial Information

The City's management is responsible for establishing and maintaining internal controls to ensure that the City's assets are adequately protected from loss, theft or misuse. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. It is management's belief that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance that financial transactions are properly recorded.

This report was completed with contributions from Robert Zadnik, City Manager and Bob McCaskill, Finance Committee Chair.

The Government Finance Officers Association of the United States and Canada ("GFOA") award for Certificate of Achievement for Excellence in Financial Reporting to the City of Belvedere for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022, has been received. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility.

Sincerely,



Robert Zadnik
City Manager



Helga Cotter
Administrative Services Director

PRINCIPAL OFFICERS

CITY OF BELVEDERE

JUNE 30, 2023

CITY COUNCIL

Mayor
Vice Mayor
Councilmember
Councilmember
Councilmember

James Lynch
Peter Mark
Sally Wilkinson
Nancy Kemnitzer
Jane Cooper

COUNCIL APPOINTEES

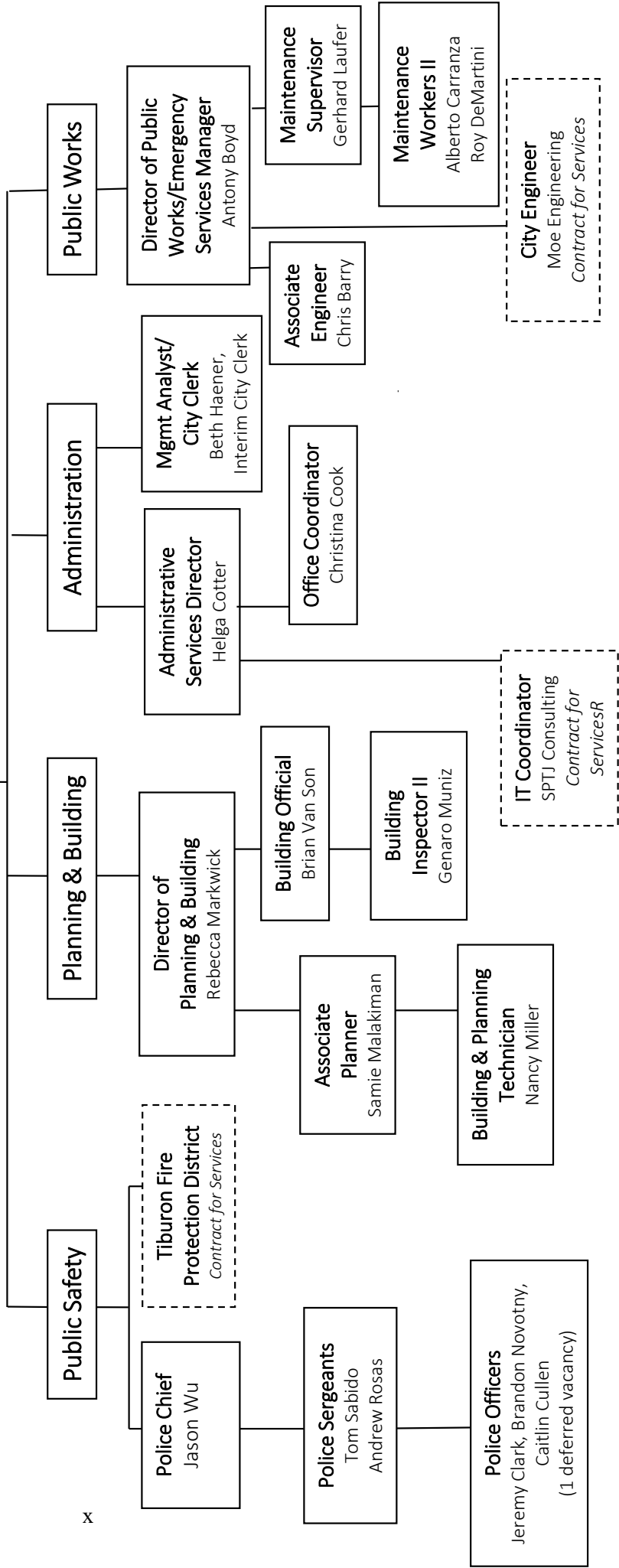
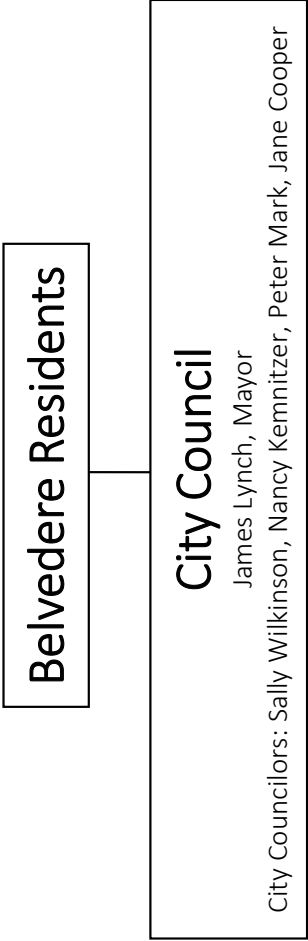
City Manager
City Attorney

Robert Zadnik
Andrew Shen

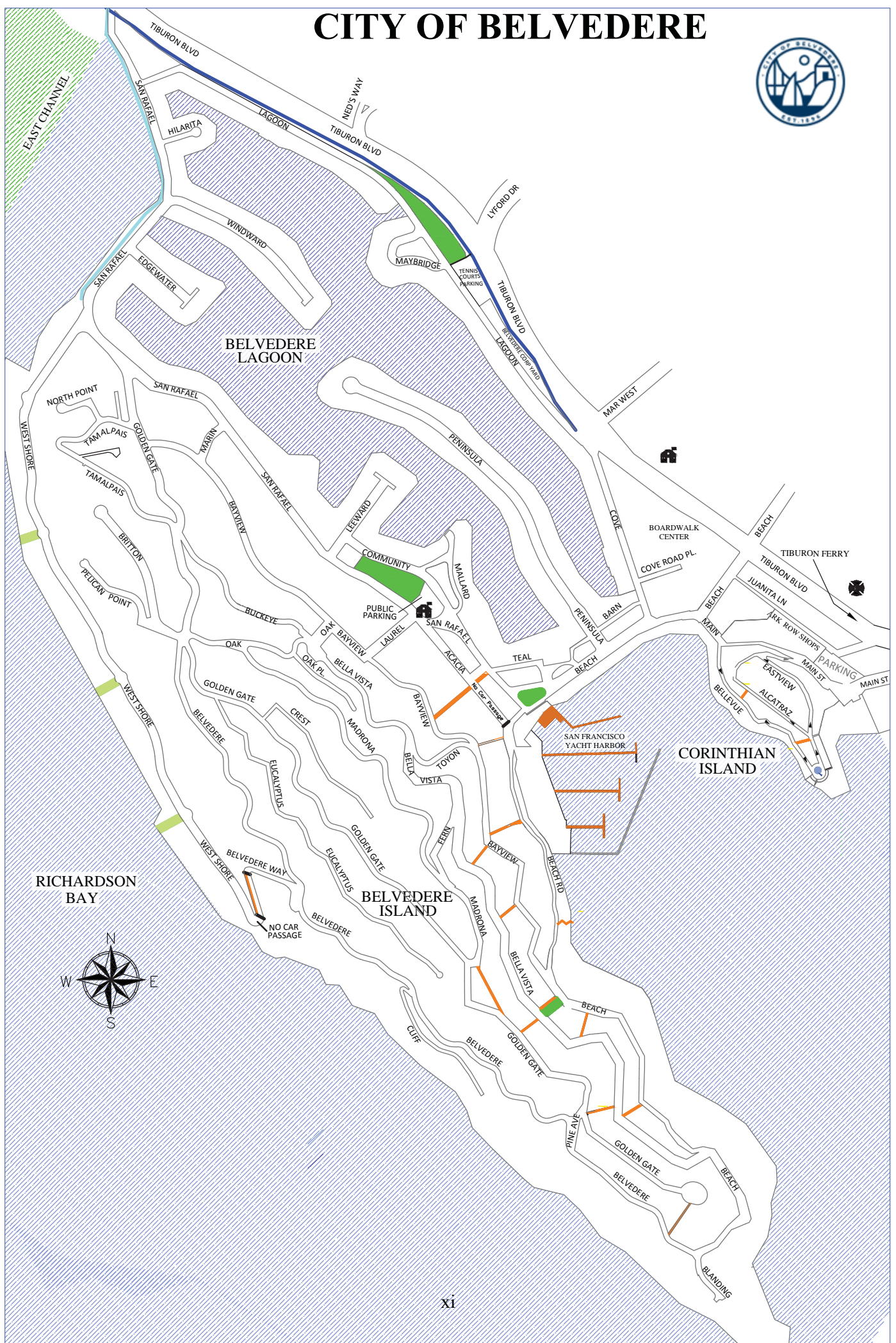
DEPARTMENT MANAGERS

City Clerk
Admin Services Director
Director of Building & Planning
Police Chief
Director of Public Works
Building Official

Beth Haener
Helga Cotter
Rebecca Markwick
Jason Wu
Antony Boyd
Brian Van Son



CITY OF BELVEDERE





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Belvedere
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

**FINANCIAL
SECTION**

This Page Left Intentionally Blank

INDEPENDENT AUDITOR'S REPORT

To the Honorable Members of the City Council
of the City of Belvedere, California

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Belvedere, (City) California, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the Table of Contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management's 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; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Report on Summarized Comparative Information

We have previously audited the City's June 30, 2022 financial statements and we expressed unmodified audit opinions on those audited financial statements in our report dated November 10, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

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

Supplementary Information

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section listed in the Table of Contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



Pleasant Hill, California
December 7, 2023

This Page Left Intentionally Blank

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

INTRODUCTION

As management of the City of Belvedere (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with the City's financial statements, which follow this discussion and analysis.

FINANCIAL HIGHLIGHTS

- The City's total assets plus deferred outflows on a Government-wide basis exceeded its liabilities plus deferred inflows at the close of the most recent fiscal year for a net position of \$14.44 million.
- The City's Government-wide *net position* decreased by \$1.38 million at the close of FY 2022-23 as compared to FY 2021-22, primarily due to unfavorable changes to the City's long-term inflows and outflows of resources.
- At the close of the current fiscal year, the City's Governmental funds, on a current financial resource basis, reported a combined ending fund balance of \$9.91 million. This represents an increase of \$1.84 million over the prior fiscal year mainly due to increase in revenues.
- The General Fund balance is \$7.88 million, of which \$3.95 million is assigned to the General Fund Reserve in compliance with City policy, \$2.00 million is restricted for the City's pension liabilities, \$.34 million is assigned for the Insurance and Legal Reserve, \$.02 million is nonspendable and \$1.56 is unassigned.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other required and non-required supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

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

The statement of net position presents information on all of the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference between the four components reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position and condition of the City is improving or deteriorating.

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

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

The governmental activities of the City include general government, public safety, planning and development, public works, recreation, and non-departmental. The City does not conduct any business-type activities (such as water or sewer).

The government-wide financial statements include only the City because the City has no component unit relationship with any other agency. The government-wide financial statements can be found on pages 16 and 17 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds of governmental entities are divided into three categories: governmental funds, proprietary funds, and fiduciary funds. The City does not have any proprietary funds.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on (1) short-term inflows and outflows of spendable resources and (2) the remaining year-end balances available for spending. This information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains 7 individual governmental funds. In the governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances, information is presented separately for the following funds considered to be major funds:

- General Fund
- Fire Protection Fund
- General Capital Improvements
- Critical Infrastructure Fund

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because those resources are not available to support the City's own programs. The City uses fiduciary funds to account for the undergrounding assessment district funds and the Library fund. The basic fiduciary fund financial statements can be found on pages 28 - 29 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are part of the basic financial statements and can be found on pages 31 to 67 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. One section includes budgetary comparison statements for the major funds (general, fire protection, and general capital improvements). The other section is a schedule of funding progress for PERS and OPEB. Required supplementary information can be found on pages 70 to 78 of this report. Other supplementary information as noted in the table of contents can be found on pages 80 to 88 of this report.

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Statement of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's overall financial condition and position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$14.44 million at the close of the most recent fiscal year. The following table summarizes the net position for governmental activities as of June 30, 2023, 2022 and 2021:

	Governmental Activities			Total Primary Government					
	2023	2022	2021	2023	2022	2022-2023		2021-2022	
						Increase (Decrease)	2021	Increase (Decrease)	
Current and other assets	\$ 11,792	\$ 11,838	\$ 8,843	\$ 11,792	\$ 11,838	\$ (46)	\$ 8,843	\$ 2,995	
Capital assets	8,599	7,931	7,122	8,599	7,931	668	7,122	808	
Total assets	20,391	19,769	15,965	20,391	19,769	622	15,965	3,804	
Deferred outflows related to OPEB & Pension	3,922	2,773	1,070	3,922	3,062	860	1,070	1,992	
Total deferred outflows	3,922	2,773	1,070	3,922	3,062	860	1,070	1,992	
Current liabilities	2,077	1,750	1,369	2,077	1,750	326	1,369	381	
Noncurrent liabilities	6,040	3,668	5,285	6,040	3,668	2,373	5,285	(1,617)	
Total liabilities	8,117	5,418	6,653	8,117	5,418	2,700	6,653	(1,236)	
Deferred inflows related to OPEB & Pension	1,753	1,594	1,731	1,753	1,594	159	1,731	(137)	
Total deferred inflows	1,753	1,594	1,731	1,753	1,594	159	1,731	(137)	
Net position:									
Net investment in capital assets	8,599	7,931	7,122	8,599	7,931	669	7,122	808	
Restricted	2,003	1,787	592	2,003	1,787	217	592	1,193	
Unrestricted	3,840	6,102	937	3,840	6,102	(2,262)	937	5,165	
Total net position	\$ 14,443	\$ 15,819	\$ 8,651	\$ 14,443	\$ 15,819	\$ (1,377)	\$ 8,651	\$ 7,167	

- Current assets decreased by \$.04 million, attributable to total revenues in excess of program expenses in the reported year, increase in restricted investments due to contributions made to the Section 115 trust which offset the decrease of \$1.82 million net pension asset due to the significant change in net pension liability for the fiscal year.
- Capital assets increased by \$.67 million, net of accumulated depreciation, largely due to additions of various infrastructure projects in progress during the year.
- Liabilities related to short-term obligations increased by \$.33 million, due to modest increases in accounts payable, refundable deposits, and bonds payable within one year.
- Liabilities related to long term obligations increased by \$2.37 million is mostly attributable to the significant change in net pension from a net pension asset in the prior year to a net pension liability for the fiscal year due to negative 6.1% investment return for CalPERS.

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

Statement of Activities and Changes in Net Position

The Statement of Activities and Changes in Net Position provides information regarding the City's revenue and expenses. The following table summarizes the revenues, expenditures and changes in net position as of June 30, 2023, 2022 and 2021:

	Governmental Activities			Total Primary Government				
	2023	2022	2021	2023	2022	2022-2023 Increase (Decrease)	2021	2021-2022 Increase (Decrease)
Revenues:								
Program revenues:								
Charges for services	\$ 1,811	\$ 1,210	\$ 979	\$ 1,811	\$ 1,210	\$ 601	\$ 979	\$ 230
Operating grants and contributions	435	412	57	435	412	23	57	355
Capital grants	263	266	229	263	266	(3)	229	37
General revenues:								
Taxes	8,215	7,701	7,280	8,215	7,701	515	7,280	421
Franchise and other taxes	425	389	345	425	389	37	345	43
Earnings on investment	324	(127)	104	324	(127)	452	104	(231)
Revenues from other agencies	57	403	577	57	403	(346)	577	(174)
Other revenue	54	61	45	54	61	(6)	45	16
Total revenues	11,584	10,313	9,615	11,584	10,313	1,271	9,615	697
Program expenses:								
General government	1,866	760	1,025	1,866	760	1,105	1,025	(264)
Police	3,370	(936)	1,481	3,370	(936)	4,306	1,481	(2,418)
Fire	1,999	1,855	1,749	1,999	1,855	144	1,749	106
Planning and development	2,571	(176)	1,146	2,571	(176)	2,746	1,146	(1,322)
Public works	2,239	834	1,760	2,239	834	1,405	1,760	(926)
Non Departmental	806	698	389	806	698	108	389	310
Community services	59	53	66	59	53	6	66	(12)
Interest on long-term debt	51	56	150	51	56	(5)	150	(94)
Unallocated depreciation expense	-	-	-	-	-	-	-	-
Total program expenses	12,961	3,144	7,764	12,961	3,144	9,816	7,764	(4,621)
Transfers:	-	-	-	-	-	-	-	-
Change in net position	(1,377)	7,168	1,852	(1,377)	7,168	(8,543)	1,852	5,316
Net position, as previously reported	-	-	-	-	-	-	-	-
Restatement for GASB 75	-	-	-	-	-	-	-	-
Net position, beginning of year	15,819	8,652	6,800	15,819	8,652	7,167	6,800	1,852
Net position, end of year	\$ 14,443	\$ 15,819	\$ 8,652	\$ 14,443	\$ 15,819	\$ (1,377)	\$ 8,652	\$ 7,167

Governmental activities net position decreased by \$1.38 million. Key elements of the change in net position are as follows:

- Program revenue and charges for services reflected an increase of \$.60 million over the prior year, primarily due to an increase in building and planning activity during the fiscal year.
- Operating grants reflect an increase of \$.23 million, primarily due to the Regional Early Action Planning (REAP) grant revenue received during the fiscal year.
- Overall property taxes (including current secured property taxes) reflected an increase of \$.52 million over the prior year.
- Program expenses reflected an increase of \$9.82 million over the prior year. This significant change is due to the investment rate of return for CalPERS for the period June 30, 2022, of negative 6.1% which results in a pension expense of \$3.64 million which is allocated across the City's departments. This change also incorporates modest changes to both compensated absences and depreciable asset expense.

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

FUND FINANCIAL STATEMENTS

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Activity of the Governmental Funds is summarized in the following table:

Governmental Funds
Revenues, Expenditures and Other Changes in Fund Balances
For the Fiscal Years Ended June 30, 2023, 2022, and 2021 (thousands)

	2023			2022		2022-2023 Increase (Decrease)	2021	
	General Fund	Other Major Funds	Other Funds	Total Gov. Funds	Total Gov. Funds		Total Gov. Funds	2021-2022 Increase (Decrease)
Revenues	\$ 10,099	\$ 1,767	\$ 106	11,972	\$ 10,052	\$ 1,920	\$ 9,458	\$ 594
Current expenditures	6,587	1,999	243	8,829	8,094	735	7,425	669
Capital outlay		1,197	108	1,304	1,432	(128)	706	726
	6,587	3,196	351	10,133	9,526	606	8,131	1,395
Capital Lease, net of repayment	700	1,327	351	2,378	3,332	(954)	73	3,259
Net transfers	(1,572)	(700)	(106)	(2,378)	(3,332)	954	-	(3,332)
	(872)	627	245	-	-	-	73	(73)
Net change in fund balances	2,641	(802)	1	1,839	527	1,313	1,399	(872)
Fund balances, beginning of year	5,240	2,797	29	8,067	7,540	527	6,141	1,399
Fund balances, end of year	\$ 7,881	\$ 1,996	\$ 30	9,906	\$ 8,067	1,839	\$ 7,540	527

General Fund

- General fund revenues of \$10.10 million reflected an increase of approximately \$1.61 million when compared to the prior year.
- General fund expenditures of \$6.59 million increased by \$.59 million over the previous fiscal year.
- Net transfers of \$2.38 million consist of transfers out for capital improvement, equipment replacement, fire protection, and debt service and a transfer in from the critical infrastructure fund of \$.70 million.
- The General Fund balance at fiscal year-end was \$7.88 million.

Other Major Funds - Fire Protection Fund

- Revenues in the Fire Protection Fund, which were generated from a Citywide Parcel Tax, were \$1.05 million, an increase of \$.06 million over the previous fiscal year. Expenses were \$1.99 million, an increase of \$.14 million over the previous year.

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

General Fund Budgetary Highlights

In the General Fund, there were no significant changes to appropriations as a result of amending the original budget.

Also in the General Fund, differences between the adopted budget and the actual amounts for revenues, expenditures, and other financing sources and uses resulted in a positive net variance of \$1.69 million. General fund revenues accounted for a positive variance of \$1.57 million, resulting primarily from a positive variance of \$.40 million in property taxes, .27 million in use of money and property and \$.42 million in fines and forfeitures. General fund expenditures were under budget by \$.17 million (or 3% of the budgeted expenditures), which is considered a reasonable fluctuation and not due to any one particular cause.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's net investment in capital assets for its governmental activities as of June 30, 2023, was \$8.60 million. This investment in capital assets includes infrastructure, construction-in-progress, buildings and improvements, equipment, vehicles, streets and roads, storm drains, and parks. Infrastructure assets are items that are normally immovable and of value to the city, such as roads, levees, streets and sidewalks, drainage systems, and similar items (Note 5).

Net investment in capital assets is presented below to illustrate changes from the prior year:

Capital Assets at Year-end			
	2023	2022	Net Change
Construction-in-progress	\$ 1,838,044	\$ 1,238,639	\$ 599,405
Buildings & Improvements	3,994,410	3,994,410	-
Equipment	325,647	298,702	26,945
Vehicles	726,635	672,922	53,713
Infrastructure	10,159,800	9,564,070	595,730
Less accumulated depreciation	(8,445,228)	(7,838,191)	(607,037)
	\$ 8,599,308	\$ 7,930,552	\$ 668,756

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

Debt Administration

The City's sole debt issuance is discussed in detail in Note 6 of the financial statements. On June 30, 2023, the City's long-term debt is comprised of a Lease Revenue bond bearing an interest rate of 2.55%, as follows:

Governmental Activity Debt	Outstanding Debt		
	Balance June 30, 2023	Balance June 30, 2022	Net Change
Lease Revenue Bonds	\$ 1,842,000	\$ 2,034,000	\$ (192,000)
Total Debt	\$ 1,842,000	\$ 2,034,000	\$ (192,000)

PENSION AND OTHER POST EMPLOYMENT BENEFITS

The City offers pension and Other Post-Employment Benefits (OPEB) to its employees. The primary pension plan is administered by the California Public Employees' Retirement System (CalPERS). Council has continued to be concerned about the impacts of rising pension cost on the City's budgets, and its potential for creating shortfalls in budgetary resources needed to fund city services and important capital projects. Recognizing that Belvedere needed a more comprehensive proactive strategy for dealing with the pension challenge, the City created in 2020 an ad hoc Taskforce on Pensions and OPEB. The Taskforce developed and proposed a strategy that would establish a City commitment to plan for and fund pension costs based on realistic assumptions, and to develop a mechanism by which future adjustments to the funding formula could be made in 3–5-year increments. The City Council approved this strategy at its April 2021 meeting, and staff implemented the strategy right away.

As a result, the City has begun accumulating restricted funds that can only be used for pension liabilities and is well positioned to meet its pension commitments to past, present, and future City employees (Note 8D).

The City previously offered an additional defined benefit plan to long-time employees; it does not offer this plan to employees hired after January 1, 2012. The plan is administered by the Public Agency Retirement System (PARS). It is a supplement to the CalPERS plan and has more stringent qualification requirements than the CalPERS plan.

The City also offers OPEB health benefits to employees who meet CalPERS vesting requirements. The benefit provided to City retirees is the minimum amount allowable under the CalPERS health plan, with the exception of certain City Manager retirees, who receive a more generous benefit.

CITY OF BELVEDERE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS

ECONOMIC OUTLOOK AND NEXT YEAR'S BUDGET

- Property tax revenue is the primary source of revenue for the City, and continues to show steady growth, thanks to a stable real estate market and the City's favorable inventory of homes.
- General Fund expenditures are anticipated to increase in line with inflation in the greater Bay Area.
- Creation of a Section 115 pension trust and continual funding towards the trust means the City is well positioned for inevitable volatility in its future pension liabilities.
- Prudent fiscal management has resulted in a strong general fund reserve balance of 50% of projected General Fund expenditures plus Fire Fund transfer, plus the debt-service payments. Consequently, the City is well positioned to face unanticipated fiscal emergencies, such as catastrophic events or budget stabilization.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, creditors and government regulators with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Below is the contact address for questions about this report or requests for additional financial information.

City of Belvedere
Finance Department
450 San Rafael Ave.
Belvedere, CA 94920
Ph: 415-435-3838

This Page Left Intentionally Blank

<p style="text-align: center;">STATEMENT OF NET POSITION AND STATEMENT OF ACTIVITIES</p>

The Statement of Net Position and the Statement of Activities summarize the entire City's financial activities and financial position. They are prepared on the same basis as is used by most businesses, which means they include all the City's assets, all its deferred inflows/outflows of resources and all its liabilities, as well as all its revenues and expenses. This is known as the full accrual basis—the effect of all the City's transactions is taken into account, regardless of whether or when cash changes hands, but all material internal transactions between City funds have been eliminated.

The Statement of Net Position reports the difference between the City's total assets and deferred outflows of resources and the City's total liabilities and deferred inflows of resources, including all the City's capital assets and all its long-term debt. The Statement of Net Position presents information in a way that focuses the reader on the composition of the City's net position, by subtracting total liabilities and deferred inflows of resources from total assets and deferred outflows of resources.

The Statement of Net Position summarizes the financial position of all of the City's Governmental Activities in a single column. The City's Governmental Activities include the activities of its General Fund, along with all its Special Revenue, Capital Projects and Debt Service Funds that present the financial position of the primary government. This column is followed by a column that displays the discretely presented component unit.

The Statement of Activities reports increases and decreases in the City's net position. It is also prepared on the full accrual basis, which means it includes all the City's revenues and all its expenses, regardless of when cash changes hands. This differs from the “modified accrual” basis used in the Fund financial statements, which reflect only current assets, current liabilities, available revenues and measurable expenditures.

The Statement of Activities presents the City's expenses first, listed by program. Program revenues—that is, revenues which are generated directly by these programs—are then deducted from program expenses to arrive at the net expense of each governmental program. The City's general revenues are then listed in the Governmental Activities or discretely presented component unit and the Change in Net Position is computed and reconciled with the Statement of Net Position.

Both these Statements include the financial activities of the City and the Belvedere Public Financing Authority.

CITY OF BELVEDERE
STATEMENT OF NET POSITION
JUNE 30, 2023
WITH SUMMARIZED INFORMATION AS OF JUNE 30, 2022

	Governmental Activities	
ASSETS	2023	2022
Cash and cash equivalents (Note 3)	\$9,332,556	\$7,543,548
Restricted cash and investments (Note 3)	2,002,481	1,597,000
Accounts and interest receivable	438,820	860,522
Prepays and deposits	17,761	17,692
Net pension asset (Note 8)		1,819,655
Capital assets (Note 5):		
Non-depreciable capital assets	1,838,044	1,238,639
Depreciable, net of accumulated depreciation	6,761,264	6,691,913
Total Assets	20,390,926	19,768,969
DEFERRED OUTFLOWS OF RESOURCES		
Pension-related (Note 8)	3,710,469	2,773,236
Other Post Employment Benefits-related (Note 9)	211,934	288,969
Total Deferred Outflows of Resources	3,922,403	3,062,205
LIABILITIES		
Accounts payable and other liabilities	868,810	658,080
Refundable deposits	987,480	876,193
Compensated absences (Note 1K):		
Due within one year	25,935	23,517
Due in more than one year	233,414	211,653
Bonds payable (Note 6):		
Due within one year	195,000	192,000
Due in more than one year	1,647,000	1,842,000
Collective net pension liability, due in more than one year (Note 8)	2,763,532	
Net Other Post Employment Benefits liability, due in more than one year (Note 9)	1,396,048	1,614,197
Total Liabilities	8,117,219	5,417,640
DEFERRED INFLOWS OF RESOURCES		
Pension-related (Note 8)	1,483,717	1,491,291
Other Post Employment Benefits-related (Note 9)	269,833	102,813
Total Deferred Inflows of Resources	1,753,550	1,594,104
NET POSITION (Note 7)		
Net investment in capital assets	8,599,308	7,930,552
Restricted for pension funding	2,002,481	1,597,000
Restricted for road projects	804	189,654
Unrestricted	3,839,967	6,102,224
Total Net Position	\$14,442,560	\$15,819,430

See accompanying notes to basic financial statements

CITY OF BELVEDERE
STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023
WITH SUMMARIZED INFORMATION FOR THE YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants	2023	2022
Primary Government:						
Governmental Activities:						
General government	\$1,865,820	\$16,438	\$251,661		(\$1,597,721)	(\$442,241)
Public safety:						
Police services	3,369,798	30,238	6,695		(3,332,865)	941,414
Fire services	1,999,011				(1,999,011)	(1,854,651)
Planning and development	2,570,521	1,328,141	176,700		(1,065,680)	1,151,112
Public works	2,239,147	435,976		\$262,749	(1,540,422)	(245,157)
Recreation	59,125				(59,125)	(53,468)
Non-departmental	806,284				(806,284)	(698,372)
Interest on long-term debt	50,919				(50,919)	(56,169)
Total Governmental Activities	\$12,960,625	\$1,810,793	\$435,056	\$262,749	(10,452,027)	(1,257,532)
General revenues:						
Taxes:						
Property taxes					8,215,244	7,700,541
Other taxes					218,979	190,124
Use of money and property					324,149	(127,405)
Intergovernmental					56,972	402,966
Franchise taxes					205,621	198,901
Miscellaneous					54,192	60,594
Total General Revenues					9,075,157	8,425,721
Changes in Net Position					(1,376,870)	7,168,189
Net Position-Beginning					15,819,430	8,651,241
Net Position-Ending					\$14,442,560	\$15,819,430

See accompanying notes to basic financial statements

This Page Left Intentionally Blank

FUND FINANCIAL STATEMENTS

Major funds are defined generally as having significant activities or balances in the current year.

The General Fund, Fire Protection Special Revenue Fund, General Capital Improvements Fund and Critical Infrastructure Capital Projects Fund were determined to be Major Funds by the City for fiscal 2023. Individual non-major funds may be found in the Supplemental Section.

**CITY OF BELVEDERE
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023
WITH SUMMARIZED AMOUNTS AS OF JUNE 30, 2022**

	General Fund	Fire Protection Fund	General Capital Improvements	Critical Infrastructure	Other Governmental Funds
ASSETS					
Cash and investments (Note 3)	\$6,904,014	\$100	\$1,508,385	\$890,057	\$30,000
Restricted cash and investments (Note 3)	2,002,481				
Accounts receivable, net	341,372		92,166		5,282
Due from other funds (Note 4A)	5,282				
Prepaid items and other current assets	17,761				
Total Assets	<u>\$9,270,910</u>	<u>\$100</u>	<u>\$1,600,551</u>	<u>\$890,057</u>	<u>\$35,282</u>
LIABILITIES					
Accounts payable and other liabilities	\$387,607	\$100	\$481,103		
Due to other funds (Note 4A)					\$5,282
Refundable deposits	987,480				
Total Liabilities	<u>1,375,087</u>	<u>100</u>	<u>481,103</u>		<u>5,282</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - grants	15,301		14,000		
Total Deferred Inflows of Resources	<u>15,301</u>		<u>14,000</u>		
FUND BALANCES (Note 7)					
Nonspendable	17,761				
Restricted	2,002,481		804		
Assigned	4,296,425		1,104,644	\$890,057	30,000
Unassigned	1,563,855				
Total Fund Balances	<u>7,880,522</u>		<u>1,105,448</u>	<u>890,057</u>	<u>30,000</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$9,270,910</u>	<u>\$100</u>	<u>\$1,600,551</u>	<u>\$890,057</u>	<u>\$35,282</u>

See accompanying notes to basic financial statements

Totals

<u>2023</u>	<u>2022</u>
\$9,332,556	\$7,543,548
2,002,481	1,597,000
438,820	860,522
5,282	10,489
<u>17,761</u>	<u>17,692</u>
<u>\$11,796,900</u>	<u>\$10,029,251</u>

\$868,810	\$658,080
5,282	10,489
<u>987,480</u>	<u>876,193</u>
<u>1,861,572</u>	<u>1,544,762</u>

<u>29,301</u>	<u>417,957</u>
---------------	----------------

<u>29,301</u>	<u>417,957</u>
---------------	----------------

17,761	17,692
2,003,285	1,786,654
6,321,126	6,262,186
<u>1,563,855</u>	
<u>9,906,027</u>	<u>8,066,532</u>
<u>\$11,796,900</u>	<u>\$10,029,251</u>

CITY OF BELVEDERE
RECONCILIATION OF THE GOVERNMENTAL FUNDS - BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2023
WITH COMPARATIVE AMOUNTS AS OF JUNE 30, 2022

	2023	2022
Total Fund Balances - Governmental Funds Balance Sheet	\$9,906,027	\$8,066,532
<p>Amounts reported for Governmental Activities in the Statement of Net Position are different from those reported in the Governmental Funds above because of the following:</p>		
CAPITAL ASSETS		
<p>Capital assets used in Governmental Activities are not current assets or financial resources. Therefore, they are not reported in the Governmental Funds Balance Sheet.</p>	8,599,308	7,930,552
DEFERRED INFLOWS AND OUTFLOWS		
Unavailable revenues - grants	29,301	417,957
Deferred outflows related to pension	3,710,469	2,773,236
Deferred outflows related to OPEB	211,934	288,969
Deferred inflows related to pension	(1,483,717)	(1,491,291)
Deferred inflows related to OPEB	(269,833)	(102,813)
LONG-TERM LIABILITIES		
<p>Long-term liabilities are not due and payable in the current period and, therefore are not reported in the Governmental Funds Balance Sheet.</p>		
Compensated absences	(259,349)	(235,170)
Bonds payable	(1,842,000)	(2,034,000)
Net OPEB liability	(1,396,048)	(1,614,197)
Net pension (liability) asset	(2,763,532)	1,819,655
Net Position of Governmental Activities	\$14,442,560	\$15,819,430

See accompanying notes to basic financial statements.

This Page Left Intentionally Blank

CITY OF BELVEDERE
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023
WITH SUMMARIZED AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022

	General Fund	Fire Protection Fund	General Capital Improvements	Critical Infrastructure	Other Governmental Funds
REVENUES					
Property taxes	\$7,155,419	\$1,059,825			
Other taxes	218,979				
Licenses and permits	662,064				
Fines and forfeitures	431,831				
Use of money and property	321,480		\$2,297		\$372
Intergovernmental revenues	635,372		402,320		105,741
Charges for services	414,433		302,465		
Franchise fees	205,621				
Other revenues	54,192				
Total Revenues	<u>10,099,391</u>	<u>1,059,825</u>	<u>707,082</u>		<u>106,113</u>
EXPENDITURES					
Current:					
General government	1,370,311				
Public safety:					
Police	1,582,174				
Fire		1,999,011			
Planning and development	1,518,103				
Public works	1,250,619				
Recreation (The Ranch)	59,125				
Non-Departmental	806,284				
Debt service:					
Principal					192,000
Interest and fiscal charges					50,919
Capital outlay			1,196,779		107,591
Total Expenditures	<u>6,586,616</u>	<u>1,999,011</u>	<u>1,196,779</u>		<u>350,510</u>
EXCESS (DEFICIENCY) OF					
REVENUES OVER EXPENDITURES	<u>3,512,775</u>	<u>(939,186)</u>	<u>(489,697)</u>		<u>(244,397)</u>
OTHER FINANCING SOURCES (USES)					
Capital lease proceeds					
Repayment of capital lease					
Transfers in (Note 4B)	700,000	939,186	387,974		351,076
Transfers (out) (Note 4B)	<u>(1,572,124)</u>			<u>(\$700,000)</u>	<u>(106,112)</u>
Total Other Financing Sources (Uses)	<u>(872,124)</u>	<u>939,186</u>	<u>387,974</u>	<u>(700,000)</u>	<u>244,964</u>
NET CHANGES IN FUND BALANCES	2,640,651		(101,723)	(700,000)	567
BEGINNING FUND BALANCES	<u>5,239,871</u>		<u>1,207,171</u>	<u>1,590,057</u>	<u>29,433</u>
ENDING FUND BALANCES	<u><u>\$7,880,522</u></u>		<u><u>\$1,105,448</u></u>	<u><u>\$890,057</u></u>	<u><u>\$30,000</u></u>

See accompanying notes to basic financial statements

Totals	
2023	2022
\$8,215,244	\$7,700,541
218,979	190,124
662,064	571,146
431,831	2,663
324,149	(127,405)
1,143,433	819,775
716,898	635,822
205,621	198,901
54,192	60,594
11,972,411	10,052,161
1,370,311	1,269,828
1,582,174	1,573,346
1,999,011	1,854,651
1,518,103	1,306,190
1,250,619	1,087,852
59,125	53,468
806,284	698,372
192,000	194,000
50,919	56,169
1,304,370	1,431,763
10,132,916	9,525,639
1,839,495	526,522
2,378,236	3,332,305
(2,378,236)	(3,332,305)
1,839,495	526,522
8,066,532	7,540,010
\$9,906,027	\$8,066,532

CITY OF BELVEDERE
RECONCILIATION OF THE GOVERNMENTAL FUNDS - STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES TO THE GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
WITH COMPARATIVE AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2022

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance, which measures only changes in current assets and current liabilities on the modified accrual basis, with the Change in Net Position of Governmental Activities reported in the Statement of Activities, which is prepared on the full accrual basis.

	2023	2022
Net changes in fund balances - total governmental funds	\$1,839,495	\$526,522
Amounts reported for Governmental Activities in the Statement of Activities and Changes in Net Position are different because:		
CAPITAL ASSETS TRANSACTIONS		
Governmental funds report capital outlays as expenditures. However, the Statement of Activities and Changes in Net Position, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capitalized expenditures are therefore added back to fund balance	1,275,793	1,425,886
Depreciation expense is deducted from fund balance	(607,037)	(617,514)
LONG-TERM DEBT TRANSACTIONS		
Repayment of capital lease principal is added back to fund balance	192,000	194,000
ACCRUAL OF NON-CURRENT ITEMS		
The amounts below included in the Statement of Activities do not provide or require the use of current financial resources and therefore are not reported as revenue or expenditures in governmental funds (net change):		
Compensated absences	(24,179)	56,779
Unavailable grant revenues	(388,656)	260,390
Net OPEB liability and deferred outflows/inflows related to OPEB	(25,906)	(56,342)
Net pension liability and deferred outflows/inflows related to pension	(3,638,380)	5,378,468
Total Changes in Net Position of Governmental Activities	(\$1,376,870)	\$7,168,189

See accompanying notes to basic financial statements.

FIDUCIARY FUNDS

These funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. The financial activities of these funds are excluded from the City-wide financial statements, but are presented in separate Fiduciary Fund financial statements.

CITY OF BELVEDERE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2023

	Custodial Funds
ASSETS:	
Cash and investments (Note 3)	\$567,847
Accounts receivable	24,697
Total Assets	592,544
LIABILITIES:	
Accounts payable	41,388
Total Liabilities	41,388
NET POSITION	
Restricted for Bondholders	522,353
Restricted for Other Agency	28,803
Total Net Position	\$551,156

See accompanying notes to basic financial statements

CITY OF BELVEDERE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2023

	Custodial Funds
ADDITIONS:	
Property taxes	\$984,563
Intergovernmental revenues	825,590
Investment income	1,443
Total Additions	1,811,596
DEDUCTIONS:	
Distributions to Library	974,094
Payments to bondholders	403,581
Interest and fiscal charges	431,115
Total Deductions	1,808,790
Change in net position	2,806
Net Position - Beginning	548,350
Net Position - Ending	\$551,156

See accompanying notes to basic financial statements

This Page Left Intentionally Blank

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Belvedere (the “City”) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental agencies. The Governmental Accounting Standards Boards (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting principles are described below.

A. Reporting Entity

The City is a municipal corporation governed by an elected five-member Council. As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are combined with data of the primary government. At June 30, 2023, the City did not have any component units that met this criterion.

B. Description of Funds

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred inflows/outflows of resources, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The minimum number of funds is maintained consistent with legal and managerial expectations.

C. Government-Wide Financial Statements

The City’s government-wide financial statements include a Statement of Net Position and a Statement of Activities and Changes in Net Position. These statements present summaries of Governmental Activities for the City. These financial statements include the financial activities of the overall City government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Governmental activities are financed generally through taxes, intergovernmental revenues, and other nonexchange transactions.

The Statement of Activities and Changes in Net Position presents a comparison between direct expenses and program revenues for each function of the City’s governmental activities. Direct expenses are those that are specifically associated with a program or function and therefore are clearly identifiable to a particular function. Program revenues include three categories: (1) charges for services, (2) operating grants and contributions and (3) capital grants and contributions. Revenues that are not classified as program revenues, including all taxes are presented as general revenues.

Certain eliminations have been made as prescribed by Governmental Accounting Standards Board No. 34, *Basic Financial Statements-and Management’s Discussion and Analysis-for State and Local Governments* (“GASB 34”) in regard to interfund activities, payables and receivables.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. Accompanying schedules are presented to reconcile and explain the differences in net fund balance as presented in these fund statements to the net position presented in the government-wide financial statements.

GASB 34 defines major funds and requires that the City’s major governmental funds be identified and presented separately in the Fund financial statements. All other governmental funds, called non-major funds, are combined and reported in a single column, regardless of their fund-type.

Major funds are defined as governmental funds which have either assets, liabilities, revenues or expenditures equal to ten percent of their fund-type total or five percent of the grand total. The General Fund is always a major fund. The City may select other governmental funds it believes should be presented as major funds. The City elected to report the Critical Infrastructure Capital Projects Fund as a major fund for the fiscal year ended June 30, 2023.

The major governmental funds of the City are:

- **General Fund** – The General Fund is used to account for the resources to carry out basic governmental activities of the City such as general government, public safety, public works, and parks and recreation, which are not required to be accounted for in another fund.
- **Fire Protection Fund** – This fund was established to receive and expend revenue from Measure C, the fire and emergency services special tax levy. This revenue, along with transfers from other funds, funds the cost of services provided by the Tiburon Fire Protection District.
- **General Capital Improvements Fund** – This fund accounts for most capital improvement projects in the City that have various funding sources. Revenues received from various sources are used for related project costs.
- **Critical Infrastructure Fund** – This fund accounts for funds set aside for potential future critical infrastructure capital projects, both planned and emergency repair.

E. Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The City’s fiduciary funds represent custodial funds. Custodial funds report resources, not in a trust, that are held by the City for other parties outside of the City’s reporting entity.

Custodial Funds – These funds were created to account for all of the Assessment District Bonds, which includes the 2016 Avenue Assessment District, the Acacia/Laurel Undergrounding Utility District and the Golden Gate Undergrounding Utility District, as well as property taxes received on behalf of the Belvedere-Tiburon Library Agency. Special assessments received are used to meet the debt service requirements and to pay for the administrative costs.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Basis of Accounting

The City-wide and Fiduciary Fund financial statements required by GASB 34 are reported using the “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all of the City’s assets and liabilities, including capital assets and long-term liabilities, if any, are included in the accompanying Statement of Net Position. The Statement of Activities and Changes in Net Position presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

The Governmental Fund financial statements are accounted for on a spending or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and liabilities (except for long-term advances from the City) are included in the Balance Sheet, and the Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after fiscal year end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property taxes, sales taxes, intergovernmental revenues, other taxes and investment earnings. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

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

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving value in exchange, include taxes, grants, entitlements and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The City applies all Government Accounting Standards Board (GASB) pronouncements (including all NCGA Statements and Interpretations in effect).

The reconciliations of the Fund Financial Statements to the Government-Wide Financial Statements are provided to explain the differences created by the integrated approach of GASB No. 34.

G. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net positions are available, the City’s policy is to apply restricted net position first.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Interfund Balances

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year 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).

Long-term advances between funds are offset by a fund balance reserve account in applicable governmental funds to indicate they are not in a spendable form and are not expendable available financial resources. The City does not have any long-term advances between funds.

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items using the purchases method in both the Government-Wide and Fund Financial statements. Inventories and prepaid items, as reported in the Fund Financial Statements, are offset by a nonspendable fund balance for noncurrent assets in governmental funds to indicate that these resources are not in spendable form.

J. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets at \$5,000. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value. Depreciation of capital assets is charged as an expense each year and the total amount of depreciation taken over the years, accumulated depreciation, is reported on the Statement of Net Position as a reduction in the book value of capital assets. The City has assigned the useful lives listed below to capital assets: Buildings and improvements (20-30 years); Transportation equipment (10-15 years); Furniture and Equipment (3-20 years); and Infrastructure (20 years).

K. Compensated Absences

City employees accrue vacation, sick, holiday, executive leave and compensatory time off benefits. Vacation may not accrue beyond 320 hours or as provided in the employee's memorandum of understanding ("MOU") and the current Salary and Benefits Resolution. Cash compensation is payable for accrued vacation upon separation of service and also payable each year when the accrual balance exceeds the maximum allowed on December 31. No cash payment is made for accrued sick leave upon separation of service. Upon retirement, eligible employees may convert sick leave to years of service credit as provided for in the City's contract with PERS. In lieu of overtime, it is the City's policy to allow employees to accumulate compensatory time to limits provided for in the MOU. This accumulation may subsequently be converted to cash up to limits provided for in their MOU or converted to cash upon separation of service.

All vacation pay is accrued when incurred in the Government-Wide financial statements. A liability for these amounts is reported in the governmental funds financial statements only when they have matured (such as vacation time, estimated to be paid upon retirement in the next fiscal year with expendable available financial resources).

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated absences for governmental activities are primarily liquidated by the General Fund. The change in compensated absences was as follows:

Beginning Balance	\$235,170
Additions	123,494
Payments	<u>(99,315)</u>
Ending Balance	<u><u>\$259,349</u></u>
Current Portion	<u><u>\$25,935</u></u>

L. Unearned Revenue

Government-Wide Financial Statements – Unearned revenue is recognized for transactions for which revenue has not yet been earned. Typical transactions recorded as unearned revenues in the Government-Wide Financial Statements are unearned grants and prepaid charges for services.

Fund Financial Statements – Unavailable revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records unavailable revenue for transactions for which funds are not available to meet current financial obligations. Typical transactions for which unavailable revenue is recorded are grants received but not yet earned or available, interest on interfund advances receivable and long-term loans receivable.

M. Property Tax Revenues

State Constitution Article 13 provides for a maximum general property tax rate statewide of \$1.00 per \$100 of assessed value. Assessed value is calculated at 100% of market value as defined by the above-referenced Article 13. The State Legislature has determined the method of distribution of receipts from the \$1.00 tax levy among the counties, cities, school districts and other districts. Counties, cities and school districts may levy such additional tax rate as is necessary to provide for voter approved debt service. The County of Marin assesses properties and bills for and collects property taxes according to the schedules that follow:

	Secured	Unsecured
Valuation dates	March 1	March 1
Lien/levy dates	July 1	July 1
Due dates	50% on November 1 50% on February 1	July 1
Delinquent as of	December 10 and April 10	August 31

The term “Unsecured” refers to taxes on personal property other than land and buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized in the fiscal year for which the taxes have been levied.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and governmental funds balance sheet sometimes reports a separate 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 not be recognized as an outflow of resources (expense/ expenditure) until then. The City has two items that qualify for reporting in this category related to pensions and OPEB as discussed in Notes 8 and 9.

In addition to liabilities, the statement of net position and governmental funds balance sheet report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has deferred inflows of resources related to pensions and OPEB on the statement of net position as discussed in Notes 8 and 9. The City also has deferred inflows related to unavailable grant revenues reported in the governmental fund balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

O. 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 the reported amounts of assets, liabilities, revenues and expenses/expenditures. Actual results could differ from those estimates.

P. Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 inputs are inputs – other than quoted prices included within level 1 – that are observable for an asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for an asset or liability.

If the fair value of an asset or liability is measured using inputs from more than one level of the fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Implementation of Governmental Accounting Standards Board (GASB) Pronouncements

GASB 96 – Subscription-Based Information Technology Arrangements - In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. The objective of this Statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The Statement is effective for the reporting periods beginning after June 15, 2022, or fiscal year 2022-23. As part of the implementation of this Statement, the City established a threshold for reporting subscriptions with a net present value of \$100,000 and determined that none of its subscriptions were required to be recorded.

R. Prior Fiscal Year Summarized Comparative Information

The basic financial statements include certain prior-year summarized comparative information in total but not at the level of detail required for a presentation in accordance with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the government's financial statements for the year ended June 30, 2022, from which summarized information was derived.

NOTE 2 – BUDGETS

Budget Policy

The City operates under the general laws of the State of California ("State") and annually adopts a budget to be effective July 1 of the ensuing fiscal year. The City adopts an annual budget for General, Special Revenue and Capital Projects Funds, except for the Gas Tax Special Revenue Fund. The legal level of budgetary control has been established at the fund level. Budgets are subject to a public hearing before they are adopted by the City Council. Budgets are prepared on the cash basis and are not materially different from budgets prepared under accounting principles generally accepted in the United States of America.

With the exception of Capital and Equipment budget which are budgeted by project, all annual appropriations lapse at fiscal year-end. Budgets submitted to the City Council include both proposed appropriations and the means of financing them. The City Council approves total appropriations on a fund-by-fund basis.

The City Manager is authorized to transfer budget appropriations within the same fund in conformance with the adopted policies set by the City Council. Additional appropriations or interfund transfers not included in the original budget resolutions require approval by the City Council. Budgeted amounts shown reflect the annual operating budget as originally passed. Encumbrance accounting, a method of recording purchase commitments, is not used by the City.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 3 – CASH AND INVESTMENTS

The City pools cash from all sources and all funds so that it can be invested at the maximum yield consistent with safety and liquidity, while individual funds can make expenditures at any time.

A. Policies

California Law requires banks and savings and loan institutions to pledge government securities with market value of 110% of the City’s cash on deposit, or first trust deed mortgage notes with a market value of 150% of the deposit, as collateral for these deposits. Under California Law this collateral is held in a separate investment pool by another institution in the City’s name and places the City ahead of general creditors of the institution.

The City and its fiscal agents invest in individual investments and in investment pools. Individual investments are evidenced by specific identifiable *securities instruments*, or by an electronic entry registering the owner in the records of the institution issuing the security, called the *book entry* system.

On April 12, 2021, the City Council adopted a resolution approving the adoption of the California Employers’ Pension Prefunding Trust (CEPPT) Fund administered by CalPERS. The Trust is an irrevocable trust and qualifies as an Internal Revenue Section 115 trust. This trust will assist the City in mitigating the CalPERS contribution rate volatility. Investments of funds held in Trust are governed by the Investment Guideline Document for the investment account and by the agreement for administrative services with CalPERS, rather than the general provisions of the California Government Code or the City’s investment policy. The City elected the CEPPT Strategy 1 option. The assets in the Trust will eventually be used to fund pension plan obligations.

The City’s investments are carried at fair value, as required by generally accepted accounting principles. The City adjusts the carrying value of its investments to reflect their fair value at each fiscal year end, and it includes the effects of these adjustments in income for that fiscal year.

B. Classification

Cash and investments are classified in the financial statements as shown below, based on whether or not their use is restricted under the terms of debt instruments or agency agreements.

Governmental Activities	
Cash and investments	\$9,332,556
Restricted investments	2,002,481
Total Governmental Activities Cash and Investments	<u>11,335,037</u>
Fiduciary Funds	
Cash and investments	<u>567,847</u>
Total Cash and Investments	<u><u>\$11,902,884</u></u>

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 3 – CASH AND INVESTMENTS (Continued)

C. Investments Authorized by the California Government Code and the City’s Investment Policy

The City’s Investment Policy allows the City to invest in the Local Agency Investment Fund (LAIF), the CalPERS Section 115 California Employers’ Pension Prefunding Trust Fund or hold cash on deposit at FDIC insured banks. Investments of reserve funds in other instruments may be considered if recommended by the Finance Committee to the City Manager for action by the City Council and provided that any such investments should only be undertaken if the likelihood of the City needing to deploy these funds in the near term is low.

D. Interest Rate Risk

Interest rate risk is the risk that potential future changes in market interest rates will adversely affect the fair market value of an investment. Normally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Information about the sensitivity of the fair values of the investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the investments by maturity or earliest call date:

Investment Type	12 Months or less	Total
California Local Agency Investment Fund	\$9,722,933	\$9,722,933
CalPERS Section 115 CEPPT	2,002,481	2,002,481
Total Investments	\$11,725,414	11,725,414
Cash in banks and on hand		177,470
Total Cash and Investments		\$11,902,884

The City is a participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the authority of the Treasurer of the State of California and is not registered with the Securities and Exchange Commission as an investment company. The City reports its investment in LAIF at the fair value amount provided by LAIF, which is the same as the value of the pool share. The balance is available for withdrawal on demand, and is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Included in LAIF’s investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, loans to certain state funds, and floating rate securities issued by federal agencies, government-sponsored enterprises, United States Treasury Notes and Bills, and corporations. At June 30, 2023, the average maturity was 260 days.

E. Credit Risk

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. The California Local Agency Investment Fund and the CalPERS Section 115 CEPPT are not rated.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 3 – CASH AND INVESTMENTS (Continued)

F. Cash Deposits with Financial Institutions – Custodial Credit Risk on Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. As of June 30, 2023, the City's bank balance was \$376,369 and \$126,469 of that amount was exposed to custodial credit risk because it was uninsured, however they are collateralized with securities held by the pledging or financial institution's trust department or agent.

G. Fair Value Hierarchy

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

The California Local Agency Investment Fund, reported at amortized cost, and the CalPERS Section 115 CEPPT, reported at Net Asset Value, are not subject to the fair value reporting requirements. Fair value is defined as the quoted market value on the last trading day of the period.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 4 – INTERFUND TRANSACTIONS

A. Current Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. At June 30, 2023, current interfund balances are as follows:

<u>Fund Making Loan</u>	<u>Fund Receiving Loan</u>	<u>Amount</u>
General Fund	Gas Tax Special Revenue Fund	<u>\$5,282</u>
	Total	<u><u>\$5,282</u></u>

B. Transfers Between Funds

With Council approval, resources may be transferred from one City fund to another. Transfers In/Out for the year ended June 30, 2023 were as follows:

<u>Fund Making Transfer</u>	<u>Fund Receiving Transfer</u>	<u>Amount</u>
General Fund	Fire Protection Special Revenue Fund	\$939,186 (A)
	General Capital Improvements Capital Projects Fund	281,862 (A)
	Equipment Replacement Capital Project Fund	108,158 (B)
	2017 Lease Revenue Bonds Debt Service Fund	242,918 (C)
Critical Infrastructure Capital Projects Fund	General Fund	700,000 (D)
Gas Tax Special Revenue Fund	General Capital Improvements Capital Projects Fund	<u>106,112 (E)</u>
	Total	<u><u>\$2,378,236</u></u>

(A) To cover fund deficits.

(B) To cover computer equipment and police department vehicle purchases.

(C) To cover debt service payments.

(D) To cover anticipated reserve fund deficit.

(E) To fund eligible projects.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 5 – CAPITAL ASSETS

All capital assets are valued at historical cost or estimated cost if actual historical cost is not available. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value.

GASB 34 requires that all capital assets with limited useful lives be depreciated over their estimated useful lives. The purpose of the depreciation is to spread the cost of the 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 the capital assets. Depreciation is provided using the straight-line method over its expected useful life.

Governmental capital asset activity for the fiscal year was as follows:

	Balance June 30, 2022	Additions	Balance June 30, 2023
Governmental Activities			
Non-Depreciable Capital Assets:			
Construction-in-progress	\$1,238,639	\$599,405	\$1,838,044
Total capital assets not being depreciated	<u>1,238,639</u>	<u>599,405</u>	<u>1,838,044</u>
Depreciable Capital Assets:			
City Hall & Community Center			
Buildings and building improvements	3,711,959		3,711,959
Corporation yard improvements	282,451		282,451
Office furniture & equipment	298,702	26,945	325,647
Transportation/other- Yard	423,249		423,249
Transportation/other- Police	249,673	53,713	303,386
Infrastructure	9,564,070	595,730	10,159,800
Total capital assets being depreciated	<u>14,530,104</u>	<u>676,388</u>	<u>15,206,492</u>
Less accumulated depreciation for:			
City Hall & Community Center			
Buildings and building improvements	2,469,067	77,372	2,546,439
Corporation yard improvements	210,800	10,110	220,910
Office furniture & equipment	193,428	1,151	194,579
Transportation/other- Yard	335,288	14,363	349,651
Transportation/other- Police	219,000	30,743	249,743
Infrastructure	4,410,608	473,298	4,883,906
Total accumulated depreciation	<u>7,838,191</u>	<u>607,037</u>	<u>8,445,228</u>
Net depreciable assets	<u>6,691,913</u>	<u>69,351</u>	<u>6,761,264</u>
Governmental activities capital assets, net	<u><u>\$7,930,552</u></u>	<u><u>\$668,756</u></u>	<u><u>\$8,599,308</u></u>

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 5 – CAPITAL ASSETS (Continued)

Construction in progress consisted of the following projects at June 30, 2023:

Project	Amount
Lane Projects	\$67,481
Lagoon Road Repairs	64,724
Playground Renovation	469,527
Undergrounding Projects	160,620
City Hall Renovations	256,361
Seawall	738,276
Miscellaneous Improvements	81,055
Total	\$1,838,044

Depreciation expense for governmental activities was charged to each expense function as follows:

Governmental Activities	
General Government	\$20,494
Police	50,086
Planning & Building	19,343
Public Works	24,473
Community Center (General Government)	19,343
Infrastructure (Public Works)	473,298
Total Governmental Activities	\$607,037

NOTE 6 – LONG-TERM DEBT

A. City Debt

The following is a summary of long-term debt transactions of the governmental activities for the year ended June 30, 2023:

Direct Borrowings	Balance at June 30, 2022	Retirements	Balance at June 30, 2023
2020 Refunding Lease Bonds, due 09/01/31	\$2,034,000	(\$192,000)	\$1,842,000
	\$2,034,000	(\$192,000)	1,842,000
		Amount due within one year	(195,000)
		Amount due in more than one year	\$1,647,000

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 6 – LONG-TERM DEBT (Continued)

Debt service requirements are shown below for the bonds:

Year ending June 30	Direct Borrowings		Total
	Principal	Interest	
2024	\$195,000	\$45,722	\$240,722
2025	207,000	40,711	247,711
2026	205,000	35,445	240,445
2027	207,000	30,166	237,166
2028	225,000	24,773	249,773
2029-2032	803,000	41,552	844,552
Total	<u>\$1,842,000</u>	<u>\$218,369</u>	<u>\$2,060,369</u>

In August 2017, the City entered into a site and facility lease with the Belvedere Public Financing Authority (Authority) whereby the City leased its corporation yard and adjacent parking lot to the Authority, and the Authority, in turn, leased the property back to the City where the City agreed to make semi-annual lease payments to the Authority. The Authority subsequently assigned the lease to a third party financial institution, that paid the Authority \$2,655,000, which the Authority remitted to the City as an advance rental on the lease agreement, for the City to use to refinance a portion of its unfunded actuarial accrued liability with respect to the City’s pension obligations, and to pay for costs related to the preparation, execution and delivery of the lease agreement, site and facility lease and the assignment agreement.

On October 1, 2020, the City entered into the 2020 Refunding Lease Agreement. The proceeds from the 2020 Refunding Lease Bonds (2020 Bonds) of \$2,323,000 were used to refinance the remaining 2017 Lease Revenue Bonds, that were part of the agreement discussed above. As part of the new agreement, the Authority assigned certain of its rights under the Site Lease and Lease Agreement, including the right to receive and enforce payment of the Lease Payments, to Capital One Public Funding, LLC. The 2020 Bonds bear interest at 2.55% per annum, and principal and interest payments are due semi-annually on March 1 and September 1 through September 1, 2031. The lease payments are payable from general funds of the City.

B. Local Improvement District Debt with no City Commitment

Local Improvement Districts (LID’s) are established in various parts of the City to provide improvements to properties located in those districts. Properties in these districts are assessed for the cost of improvements; these assessments are payable over the term of the debt issued to finance the improvements and must be sufficient to repay this debt. The City acts solely as the collecting and paying agent for the Districts’ debt which is not included in the general debt of the City.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 6 – LONG-TERM DEBT (Continued)

The following table summarizes the outstanding balance of the LID debt with no City commitment:

	Balance at June 30, 2022	Retirements	Balance at June 30, 2023	Due Within One Year	Due in More Than One Year
2016 Revenue Bonds, due serially to 2043	\$7,265,000	(\$385,000)	\$6,880,000	\$405,000	\$6,475,000
2018 Revenue Bonds, due serially to 2048	2,580,000	(60,000)	2,520,000	65,000	2,455,000
2019 Revenue Bonds, due serially to 2050	635,000	(15,000)	620,000	15,000	605,000
	<u>\$10,480,000</u>	<u>(\$460,000)</u>	<u>\$10,020,000</u>	<u>\$485,000</u>	<u>\$9,535,000</u>

2016 Underground Assessment District – 2016 Revenue Bonds: In August 2016, the City’s seven utility undergrounding assessment districts (Upper Beach Road; Madrona, Bella Vista and Oak; San Rafael; Lower Belvedere; Bayview/Bella Vista Avenues; Mid San Rafael Avenue; and Pine Avenue) were consolidated and refinanced with lower interest rates in order to reduce payments for participating property owners. This District was formed to finance certain public improvements, including the relocation of utility services (electricity, telephone and cable television) to underground locations and the elimination of all existing utility poles and overhead wires in the same area.

The Belvedere Public Financing Authority Revenue Bonds, 2016 Consolidated Utility Undergrounding Reassessment and Refunding District, were issued in the amount of \$9,475,000, representing the unpaid assessments from the outstanding limited obligation bonds from the seven previous underground assessment districts of \$9,011,209, plus fees pursuant to the provisions of the Refunding Act of 1984 for 1915 Improvement Act Bonds. The revenue bonds bear annual interest ranging from 0.75% to 3.05%, and are due semi-annually commencing March 2, 2017. Principal payments are due annually on September 2 until they mature on September 2, 2034.

2018 Acacia/Laurel Utility Undergrounding Assessment District – 2018 Revenue Bonds: This District was formed to finance certain public improvements, including the relocation of utility services (electricity, telephone and cable television) to underground locations and the elimination of all existing utility poles and overhead wires in the same area. The Belvedere Public Financing Authority Revenue Bonds, 2018 Acacia/Laurel Utility Undergrounding Assessment District, were issued in the amount of \$2,810,000. Concurrently, the City issued one series of assessment bonds for the Acacia/Laurel Utility Undergrounding Assessment District in the amount of \$2,673,056.80 pursuant to the Municipal Improvement Act of 1913. The assessment bonds were purchased by the Public Financing Authority, and secure and provide the stream of revenues to pay debt service on the Revenue Bonds. The assessment bonds are payable from the unpaid assessments levied and collected within the assessment district. The revenue bonds bear annual interest ranging from 2.10% to 4.30%, and are due semi-annually commencing March 2, 2019. Principal payments are due annually on September 2 until they mature on September 2, 2048.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 6 – LONG-TERM DEBT (Continued)

2019 Golden Gate/Belvedere Utility Undergrounding Assessment District – 2019 Revenue Bonds:

This District was formed to finance certain public improvements, including the relocation of utility services (electricity, telephone and cable television) to underground locations and the elimination of all existing utility poles and overhead wires in the same area. The Belvedere Public Financing Authority Revenue Bonds, 2019 Golden Gate/Belvedere Utility Undergrounding Assessment District, were issued in the amount of \$665,000. The assessment bonds were purchased by the Public Financing Authority, and secure and provide the stream of revenues to pay debt service on the Revenue Bonds. The assessment bonds are payable from the unpaid assessments levied and collected within the assessment district. The revenue bonds bear annual interest ranging from 2.65% to 5.00%, and are due semi-annually commencing March 2, 2020. Principal payments are due annually on September 2 until they mature on September 2, 2049.

NOTE 7 – NET POSITION AND FUND BALANCES

Governmental fund balances represent the net current assets of each fund. Net current assets generally represent a fund’s cash and receivables, less its liabilities.

Net Position is measured on the full accrual basis while Fund Balance is measured on the modified accrual basis, as explained in Note 1.

A. Net Position

Government-Wide Net Position consists of the following:

Net investment in capital assets – This amount consists of capital assets, net of accumulated depreciation and reduced by outstanding debt that was attributed to the acquisition, construction or improvement of the assets.

Restricted net position – This amount is restricted by external creditors, grantors, contributors or laws or regulations of other governments.

Unrestricted net position – This amount consists of net position that does not meet the definition of “net investment in capital assets” or “restricted net position.”

B. Fund Balances

The City has adopted the provisions of GASB Statement No. 54, *Fund Balance and Governmental Fund Type Definitions*. GASB 54 establishes Fund Balance classifications based largely upon the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The Governmental Fund statements conform to this new classification.

The Fund Financial Statements consist of Nonspendable, Restricted, Committed, Assigned and Unassigned amounts as described below:

Nonspendable: Items that cannot be spent because they are not in spendable form, such as prepaid items, or items that are legally or contractually required to be maintained intact, such as principal of an endowment or revolving loan fund.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 7 – NET POSITION AND FUND BALANCES (Continued)

Restricted: Restricted fund balances encompass the portion of net fund resources subject to externally enforceable legal restrictions. This includes externally imposed restrictions by creditors (such as through debt covenants), grantors, contributors, laws or regulations of other governments, as well as restrictions imposed by law through constitutional provisions or enabling legislation.

Committed: Committed fund balances encompass the portion of net fund resources, the use of which is constrained by limitations that the government imposes upon itself at its highest level of decision making (normally the governing body) and that remain binding unless removed in the same manner. The City Council is considered the highest authority for the City and can commit funds through resolutions.

Assigned: Assigned fund balances encompass the portion of net fund resources reflecting the government's intended use of resources. Assignment of resources can be done by the highest level of decision making or by a committee or official designated for that purpose. The City Council has the authority to assign funds in Belvedere and can assign funds through the budgetary process.

Unassigned: This category is for any balances that have no restrictions placed upon them. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

C. Governmental Fund Type Definitions

General Fund: The general fund is be used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue: Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues is the foundation for a special revenue fund. The description of each major special revenue fund is discussed in *Note 1 - Summary of significant accounting policies*.

Capital Projects Fund: Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 7 – NET POSITION AND FUND BALANCES (Continued)

D. Spending Policy

The City’s policy is to spend restricted fund balances first, before spending unrestricted fund balances, for expenditures incurred for purposes for which both restricted and unrestricted fund balances are available. The City does not have a formal policy for its use of unrestricted fund balance amounts. The City will reduce committed amounts first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The City typically uses unassigned general funds to liquidate the liability for compensated absences and to liquidate the net pension liability or net postemployment benefit obligation when necessary.

E. Investment Earnings

Investment earnings follow the classification of the revenues invested.

F. Minimum Fund Balance Policy

The Council has established a policy to maintain a General Fund Reserve equal to half of the projected fiscal year’s General Fund expenditures, plus one half of the General Fund transfer to the Fire Protection Fund, plus one half of the annual debt service payments. The projected expenditures from the 2nd year of the 5-year budget are used for this calculation. Transfers to the City’s 115 Pension Trust and/or any additional discretionary payments made to CalPERS will not be included in this calculation because they are discretionary in nature. At June 30, 2023, the amount in reserve is \$3.95 million, which complies with this policy.

G. Fund Balance Classifications

Fund balances classifications at June 30, 2023 were:

Fund Balance Classifications	General Fund	General Capital Improvements	Critical Infrastructure	Other Governmental Funds	Total
Nonspendable:					
Items not in spendable form:					
Prepays and deposits	\$17,761				\$17,761
Total Nonspendable Fund	17,761				17,761
Restricted for:					
Pension benefits	2,002,481				2,002,481
Street maintenance		\$804			804
Total Restricted Fund	2,002,481	804			2,003,285
Assigned to:					
General Fund Reserve	3,953,959				3,953,959
Insurance Reserve	342,466				342,466
Critical Infrastructure			\$890,057		890,057
Capital Projects		1,104,644			1,104,644
Equipment Replacement				\$30,000	30,000
Total Assigned Fund	4,296,425	1,104,644	890,057	30,000	6,321,126
Unassigned:					
General Fund	1,563,855				1,563,855
Total Unassigned Fund	1,563,855				1,563,855
Total Fund Balances	\$7,880,522	\$1,105,448	\$890,057	\$30,000	\$9,906,027

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS

A. Plan Descriptions and Summary of Balances by Plan

Plan Descriptions – The City has three defined benefit pension plans, a Miscellaneous Plan, a Safety (Police) Plan, and a Retirement Enhancement Plan (REP). The Miscellaneous Plan and the Safety Plan are Cost-Sharing Multiple Employer Plans administered by the California Public Employees’ Retirement System (CalPERS). The Retirement Enhancement Plan is an Agent-Multiple Employer Plan administered by the Public Agency Retirement System (PARS). Benefit provisions under the Plans are established by State statute and City Ordinance. The PARS Plan is closed to new participants.

CalPERS Plans - All qualified employees are eligible to participate in the City’s following cost-sharing multiple employer defined benefit pension plans (“Plans”):

- City Miscellaneous (Classic) Plan
- City Miscellaneous (PEPRA) Plan
- City Safety (Classic) Plan
- City Safety (PEPRA) Plan

The Plans are administered by the California Public Employees’ Retirement System (“CalPERS”). Benefit provisions under the Plans are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

PARS Retirement Enhancement Plan (“REP”) – This plan was implemented July 1, 2003 and closed to new participants hired after January 1, 2012. This plan is separate from CalPERS and is established as a 401(a) Defined Benefit Plan. The REP is administered by PARS, and is an Agent-Multiple Employer Plan.

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 Miscellaneous and Safety Plans and additions to/deductions from the Plans’ fiduciary net position have been determined on the same basis as they are reported by the CalPERS Financial Office or PARS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Below is a summary of the deferred outflows of resources, net pension liabilities and deferred inflows of resources by Plan:

Plan	Deferred Outflows of Resources	Net Pension Liability (Asset)/Proportionate Share of Net Pension Liability	Deferred Inflows of Resources
CalPERS Plans:			
Miscellaneous	\$2,153,823	\$1,463,854	\$747,854
Safety - Police	1,503,976	1,115,454	735,863
PARS Retirement Enhancement Plan	52,670	184,224	
	<u>\$3,710,469</u>	<u>\$2,763,532</u>	<u>\$1,483,717</u>

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

Pension liabilities are liquidated by the funds that have recorded the liability. The long-term portion of the governmental activities pension liabilities are liquidated primarily by the General Fund. For the year ended June 30, 2023, the City recognized pension expense of \$3,638,380 including amounts contributed to the CalPERS and PARS REP plans.

Each Plan is discussed in detail below.

B. CalPERS Plans (Miscellaneous and Safety)

Benefits Provided – CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

Funding Policy – Active plan members in the Plan are required to contribute 6.75% or 7% of their covered salary for the miscellaneous plans and 11.5% or 9% for public safety members. The City is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The contribution requirements of plan members are established by State statute and the employer contribution is established and may be amended by CalPERS.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

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

	Miscellaneous	
	<u>Classic (A)</u>	<u>PEPRA</u>
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2.0% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-67	52 - 67
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7%	6.75%
Required employer contribution rates	10.87%	7.47%
	Safety	
	<u>Classic (A)</u>	<u>PEPRA</u>
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2.0% @ 50	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50-55	50 - 57
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9%	13%
Required employer contribution rates	18.17%	12.78%

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 both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2023, the contributions recognized as part of pension expense for each Plan were as follows:

	<u>Employer Contributions</u>
CalPERS:	
Miscellaneous	\$145,667
Safety	108,261
	<u>\$253,928</u>

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability (UAL). The dollar amounts are billed on a monthly basis. The City's required contributions for the unfunded liability in the Miscellaneous and Safety Plans were \$87,287 and \$69,365, respectively.

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions - As of June 30, 2023, the City reported net pension liabilities for its proportionate shares of the net pension liability of each Plan as follows:

	Proportionate Share of Net Pension Liability
Miscellaneous	\$1,463,854
Safety	1,115,454
Total Net Pension Liability	\$2,579,308

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2022, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2021. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for each Plan as of June 30, 2021 and 2022 were as follows:

	Miscellaneous
Proportion - June 30, 2021	-0.05970%
Proportion - June 30, 2022	0.03128%
Change - Increase (Decrease)	0.09098%
	Safety
Proportion - June 30, 2021	-0.02337%
Proportion - June 30, 2022	0.01623%
Change - Increase (Decrease)	0.03960%

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

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

	Miscellaneous	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$145,667	
Differences between actual and expected experience	29,397	(\$19,689)
Changes of assumptions	150,002	
Net differences between projected and actual earnings on plan investments	268,139	
Net difference in actual contribution and proportion contributions		(728,165)
Adjustment due to differences in proportions	1,560,618	
Total	<u>\$2,153,823</u>	<u>(\$747,854)</u>

\$145,667 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, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Annual Amortization
2024	\$396,112
2025	423,664
2026	276,523
2027	164,003
Total	<u>\$1,260,302</u>

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

	Safety	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$108,261	
Differences between actual and expected experience	46,165	(\$12,113)
Changes of assumptions	112,472	
Net differences between projected and actual earnings on plan investments	176,146	
Net difference in actual contribution and proportion contributions		(723,750)
Adjustment due to differences in proportions	1,060,932	
Total	<u>\$1,503,976</u>	<u>(\$735,863)</u>

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

\$108,261 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, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Annual Amortization
2024	\$194,541
2025	218,493
2026	139,365
2027	107,453
Total	<u>\$659,852</u>

Actuarial Assumptions – For the measurement period ended June 30, 2022, the total pension liability was determined by rolling forward the June 30, 2021 total pension liability. The June 30, 2021 total pension liabilities were based on the following actuarial methods and assumptions for all benefit tiers:

	CalPERS
Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry-Age Normal Cost in accordance with the requirements of GASB Statement No.68
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.50%
Payroll Growth	3.00%
Projected Salary Increase	Varies by Entry Age and Service
Mortality	Derived using CalPERS Membership Data for all Funds (1)
Post Retirement Benefit Increase	Contract COLA up to 2.50% until Purchasing Power Protection Allowance Floor on purchasing power applies.

(1) The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

Discount Rate – The discount rate used to measure the total pension liability for the Plan was 6.90%. The projection of cash flows used to determine the discount rate for the Plan assumed that contributions from all plan members in the Public Employees Retirement Fund (PERF) will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund (Public Employees' Retirement Fund) cash flows. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 basis points.

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

Asset Class (a)	Assumed Asset Allocation	Real Return Years 1 - 10(b)	Real Return Years 11+(c)
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%		-0.92%
Total	<u>100%</u>		

(a) In the CalPERS ACFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

(b) An expected inflation of 2.0% used for this period.

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

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following presents the City’s proportionate share of the net pension liability for each Plan, calculated using the discount rate 6.90%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Miscellaneous	Safety	Total
1% Decrease	5.90%	5.90%	5.90%
Net Pension Liability (Asset)	\$3,576,449	\$2,646,973	\$6,223,422
Current Discount Rate	6.90%	6.90%	6.90%
Net Pension Liability (Asset)	\$1,463,854	\$1,115,454	\$2,579,308
1% Increase	7.90%	7.90%	7.90%
Net Pension Liability (Asset)	(\$274,288)	(\$136,216)	(\$410,504)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

Reduction of CalPERS Discount Rate - On July 12, 2021, CalPERS reported a preliminary 21.3% net return on investments for fiscal year 2020-21. Based on the thresholds specified in CalPERS Funding Risk Mitigation policy approved by the CalPERS Board in 2015, the excess return of 14.3% prescribes a reduction in investment volatility that corresponds to a reduction in the discount rate used for funding purposes of 0.20%, from 7.00% to 6.80%. Since CalPERS was in the final stages of the four-year Asset Liability Management (ALM) cycle, the CalPERS Board elected to defer any changes to the asset allocation until the ALM process concluded, and the board could make its final decision on the asset allocation in November 2021.

On November 17, 2021, the board adopted a new strategic asset allocation. The new asset allocation along with the new capital market assumptions, economic assumptions and administrative expense assumption support a discount rate of 6.90% (net of investment expense, but without a reduction for administrative expense) for financial reporting purposes. This includes a reduction in the price inflation assumption from 2.50% to 2.30% as recommended in the November 2021 CalPERS Experience Study and Review of Actuarial Assumptions. This study also recommended modifications to retirement rates, termination rates, mortality rates and rates of salary increases that were adopted by the CalPERS Board. These new assumptions will be reflected in the CalPERS GASB 68 accounting valuation reports for the June 30, 2022, measurement date.

C. PARS Retirement Enhancement Plan (REP)

Benefits Provided – Effective July 1, 2003, the City contracted with the Public Agency Retirement System (PARS) to sponsor a supplemental Retirement Enhancement Plan created in accordance with IRC Section 401(a), which is a qualified defined benefit pension plan covering all eligible employees of the City. The Retirement Enhancement Plan is an Agent-Multiple Employer Plan administered by the PARS. Eligibility for the benefit is defined as reaching age 55, completing fifteen years of full-time City service, and retiring concurrently from both the City and CalPERS after leaving City employment. The Plan was closed to new participants effective January 1, 2012. The REP provides a benefit equal to 0.5% of final average compensation for all service while employed at the City of Belvedere.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

Contributions – The City makes all contributions necessary to fund the benefits available under the REP. Employees are not permitted to make any contributions. Contributions during the fiscal year ended June 30, 2023 totaled \$25,430.

Net Pension Liability – The City’s net pension liability for the Plan is measured as the total pension liability, less the pension plan’s fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2023 using an annual actuarial valuation. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

Actuarial Assumptions – For the measurement period ended June 30, 2023, the total pension liability was determined using an actuarial valuation as of June 30, 2022. The June 30, 2023 total pension liability was based on the following actuarial methods and assumptions:

	PARS REP
Valuation Date	June 30, 2022
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal
Actuarial Assumptions:	
Discount Rate	6.50%
Inflation	2.30%
Payroll Growth	2.80%
Cost of Living Adjustments	2.00%
Projected Salary Increase	Consistent with the rates used to value Miscellaneous Public Agency CalPERS Pension Plans for employees with an entry age of 30 years.
Mortality	Pre-Retirement: Consistent with the Non-Industrial rates used to value the Miscellaneous Public Agency CalPERS Pension Plans after June 30, 2021. Post-Retirement: Consistent with the Non-Industrial rates used to value the Miscellaneous Public Agency CalPERS Pension Plans after June 30, 2021.
Post Retirement Benefit Increase	Tier I: The retirement rates are consistent with those used to value the Miscellaneous Public Agency CalPERS Pension Plans "2.5% at age 55." The rates used are those for retirees with 20 years of service. Tier II: The retirement rates are consistent with those used to value the Safety (Police) Public Agency CalPERS Pension Plans "3.0% at age 50." The rates used are those for retirees with 25 years of service.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

Discount Rate - The discount rate used to measure the total pension liability for the Plan was 6.50%. The Plan's long-term expected rate of return was determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation based upon the investment of all assets in PARS' diversified Moderately Conservative portfolio.

Changes in the Net Pension Liability - The changes in the Net Pension Liability for the Plan as of the June 30, 2023 Measurement Date follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at June 30, 2022	\$871,510	\$737,398	\$134,112
Changes in the year:			
Service cost	6,624		6,624
Interest on the total pension liability	55,551		55,551
Effect of economic/demographic gains or losses	60,655		60,655
Effect of assumptions changes or inputs	8,852		8,852
Benefit payments	(47,768)	(47,768)	
Contributions - employer		25,430	(25,430)
Member contributions			
Net investment income		59,870	(59,870)
Administrative expenses		(3,730)	3,730
Net changes	<u>83,914</u>	<u>33,802</u>	<u>50,112</u>
Balance at June 30, 2023	<u>\$955,424</u>	<u>\$771,200</u>	<u>\$184,224</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the net pension liability of the City for the Plan, calculated using the discount rate for the Plan, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	PARS REP
1% Decrease	5.50%
Net Pension Liability	\$297,527
Current Discount Rate	6.50%
Net Pension Liability	\$184,224
1% Increase	7.50%
Net Pension Liability	\$89,368

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued PARS financial report.

Asset Class	Target Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
U.S. Cash	7.89%	0.51%	0.49%
U.S. Core Fixed Income	36.27%	2.07%	1.93%
U.S. Broad Equity Market	42.89%	5.56%	3.90%
Foreign Developed Equity	6.89%	6.89%	5.07%
Emerging Markets Equity	4.34%	9.58%	6.18%
US REITs	1.72%	6.96%	4.74%
Total	<u>100%</u>		

Deferred Outflows/Inflows of Resources Related to Pensions – At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions for the Plan from the following sources:

	PARS REP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$5,514	
Changes in assumptions	805	
Net differences between projected and actual earnings on plan investments	<u>46,351</u>	
Total	<u>\$52,670</u>	

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

Year Ended June 30	Annual Amortization
2024	\$17,417
2025	5,327
2026	32,588
2027	<u>(2,662)</u>
Total	<u>\$52,670</u>

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 8 – PENSION PLANS (Continued)

D. Section 115 Pension Trust Fund

In April 2021, the City established a Section 115 irrevocable trust with the California Employers' Pension Prefunding Trust 41(CEPPT) fund. The Council approved an initial deposit of \$1.5 million in level payments over a 15-month period in General Fund proceeds into the Strategy 1 sub-account of the City's CEPPT account. The Trust Account allows more control and flexibility in investment allocations compared to the City's portfolio, which is restricted by State regulations to fixed income instruments. Beginning July 1, 2021, the City will proactively contribute to the Section 115 irrevocable trust amounts reflective of what retirement costs would be if the normal cost of contributions were budgeted at a 6.0% discount rate. During the fiscal year ended June 30, 2023, the City contributed \$300,000 to the CEPPT account. As of June 30, 2023, the City reported the account balance of \$2,002,481 as restricted investments in the General Fund.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 9 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

A. General Information about the City’s Other Post Employment Benefit (OPEB) Plan

Plan Description – The City’s Post Employment Benefit Plan is a single-employer plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Governmental Accounting Standards Board Statement No. 75.

Benefits Provided –The following is a summary of Plan benefits by employee group as of June 30, 2023:

	<u>Miscellaneous</u>	<u>Safety</u>	<u>City Manager</u>
Eligibility:			
Age & Service Retirement	50 & 5 years CalPERS service	50 & 5 years CalPERS service	50 & 5 years CalPERS service; City Manager employees only
Industrial Disability Retirement	Yes	Yes	Yes
Duty Death	Yes	Yes	Yes
Health Benefit Plan:			
Employee only	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Amount not to exceed 60% of Kaiser Basic rate for 2-party coverage
Employee + one dependent	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Amount not to exceed 60% of Kaiser Basic rate for 2-party coverage
Employee + two or more dependents	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Amount not to exceed 60% of Kaiser Basic rate for 2-party coverage
Surviving Spouse of Retiree	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Premium for Kaiser Permanente or Public Employee's Medical Hospital Care Act (PEMHCA) minimum only	Amount not to exceed 60% of Kaiser Basic rate for 2-party coverage

Note: PEMHCA Minimum Rate: \$149/month as of 2022 and \$151/month as of 2023
Kaiser 2-party rate: up to \$907.59/month as of 2022 and \$849.75/month as of 2023

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 9 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

Employees Covered by Benefit Terms – Membership in the plan consisted of the following at the measurement date of June 30, 2022:

	Count
Inactive employees currently receiving benefits	14
Inactive employees entitled to benefit payments	9
Active employees	18
Total	41

B. Total OPEB Liability

Actuarial Methods and Assumptions – The City’s total OPEB liability was measured as of June 30, 2022, and the total OPEB liability was determined by an actuarial valuation dated June 30, 2021, to determine the \$1,396,048 total OPEB liability as of June 30, 2023, based on the following actuarial methods and assumptions:

Actuarial Assumptions:	Miscellaneous
Actuarial Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	3.54%
Inflation Rate	2.50%
Payroll Growth	2.75%
Mortality, Retirement, Disability & Termination Rate	CalPERS 2000-2019 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-2021 Non-Medicare: 6.50% for 2023, decreasing to an ultimate rate of 3.75% in 2076
Healthcare Cost Trend Rate	Medicare (Non-Kaiser): 5.65% for 2023, decreasing to an ultimate rate of 3.75% in 2076 Medicare (Kaiser): 4.60% for 2023, decreasing to an ultimate rate of 3.75% in 2076
PEMHCA Minimum Increase	4% annually after 2021

The discount rate was based on the Bond Buyer 20 Index.

The underlying mortality assumptions were based on the CalPERS 2000-2019 Experience Study and all other actuarial assumptions used in the June 30, 2021, valuation were based on the results of a June 30, 2021 actuarial experience study for the period July 1, 2021 to June 30, 2022.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 9 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

C. Changes in Total OPEB Liability

The changes in the total OPEB liability follows:

	Increase (Decrease)
	Total OPEB Liability
Balance at June 30, 2022	\$1,614,197
Changes for the year:	
Service Cost	78,962
Interest on the Total OPEB Liability	35,805
Assumption changes	(261,807)
Benefit payments	(71,109)
Net changes	(218,149)
Balance at June 30, 2023	\$1,396,048

The long-term portion of the Governmental Activities Net OPEB Liability is liquidated primarily by the General Fund.

D. Sensitivity of the Total OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.54%) or 1-percentage-point higher (4.54%) than the current discount rate:

1% Decrease	2.54%
Net OPEB Liability	\$1,577,967
Current Discount Rate	3.54%
Net OPEB Liability	\$1,396,048
1% Increase	4.54%
Net OPEB Liability	\$1,247,455

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 9 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (Continued)

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (7.0%) or 1-percentage-point higher (9%) than the current healthcare cost trend rates:

1% Decrease	7.00%
Net OPEB Liability	\$1,225,905
Trend Rate	8.00%
Net OPEB Liability	\$1,396,048
1% Increase	9.00%
Net OPEB Liability	\$1,605,488

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

For the year ended June 30, 2023, the City recognized OPEB expense of \$25,906. At June 30, 2023, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$39,819	\$4,210
Changes of assumptions	94,331	265,623
Employer contributions made subsequent to the measurement date	77,784	
Total	\$211,934	\$269,833

\$77,784 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as part of OPEB expense as follows:

Fiscal Year Ended June 30	Annual Amorization
2024	(\$6,909)
2025	(28,972)
2026	(60,811)
2027	(38,991)
Total	(\$135,683)

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 10 – JOINT VENTURES AND POOLS

The City is involved in multiple joint ventures and pools. The following are cited as they are entities for which the City has a material ongoing financial interest and/or material ongoing financial responsibilities.

A. *Belvedere Parking Authority and Belvedere Public Financing Authority*

The Belvedere Parking Authority (“Parking Authority”) was established in May 2016 for the purpose of being the second entity in a joint powers authority with the City to establish a financing authority.

The Belvedere Public Financing Authority (the “Financing Authority”) was established in May 2016 as a joint powers authority between the City and the Financing Authority. The Financing Authority was established to execute refunding agreements for the outstanding limited obligation bonds of the underground assessment districts, fund the reserve fund, pay for the costs of issuance, and pay debt service payments.

B. *Belvedere-Tiburon Library Agency*

The Belvedere-Tiburon Library Agency (the “Agency”) was established in May 1995 to construct, own, operate, and maintain a new public library, servicing the residents of Belvedere and Tiburon. Each member of the Agency has three (3) representatives on the Library Board which governs the management and financing of its activities and an at large member appointed by the Reed School District. Participating agencies at June 30, 2020 were the Town of Tiburon and the City of Belvedere. The City receives tax receipts, relating to the Belvedere-Tiburon Library, from the County of Marin. The City disburses all of those receipts to the Library (\$974,094 for fiscal 2023), which utilizes the funds for ordinary operations. The financial results of the Agency are not included in the accompanying financial statements because the City does not have oversight authority.

Financial statements for the Belvedere-Tiburon Library Agency can be obtained at 1501 Tiburon Blvd., Tiburon, CA 94920.

C. *Belvedere-Tiburon Joint Recreation Committee*

The Belvedere-Tiburon Joint Recreation Committee (the Committee, commonly referred to as “The Ranch”) was formed under a joint powers agreement between the City of Belvedere and the Town of Tiburon. The Town Council of the Town of Tiburon and City Council of the City of Belvedere each select and appoint three citizens and one Council Member to serve on The Ranch Board. The ninth member is designated an 'at-large' member and to the extent possible is appointed by the Reed Union School District. The purpose of the Committee is to formulate, administer and operate recreation and education programs and facilities for the residents of the Tiburon Peninsula. The Committee operates as a special district, a legal entity separate and distinct from the City of Belvedere. The Committee does not receive any ongoing funding from the City, however, the Committee does use City facilities for many of its recreational programs.

Financial statements for the Belvedere-Tiburon Joint Recreation Committee can be obtained at 600 Neds Way, Tiburon, CA 94920.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 10 – JOINT VENTURES AND POOLS (Continued)

D. California Intergovernmental Risk Authority (CIRA)

The City of Belvedere is a member of the California Intergovernmental Risk Authority (CIRA), formerly known as the Public Agency Risk Sharing Authority of California (PARSAC), for liability and workers' compensation risk coverage. Property insurance is covered through CIRA's partner agency, Public Risk Innovation Solutions, and Management (PRISM). CIRA is a statewide joint powers authority providing risk sharing services to California public entities that provide a municipal service. CIRA is governed by a Board of Directors and member agencies are entitled to representation on the board. Upon termination of the joint powers authority agreements, all property of CIRA would be returned to the respective parties that transferred the property to CIRA and any surplus of funds and assets would be returned to the parties in proportion to actual balances of each entity. Complete financial information for CIRA is available at 1525 Response Road, Sacramento, CA 95815.

Coverage Type	Deductible	Coverage Limits
General & Auto Liability	\$25,000	\$40,000,000
Employment Practices Liability	25,000	40,000,000
Workers' Compensation	100,000	Statutory Limits
Pollution Insurance	250,000	10,000,000
Property Insurance	10,000	600,000,000
Employee Dishonesty	2,500	1,000,000
Forgery & Alteration	2,500	1,000,000
Theft, Disappearance, Destruction	2,500	1,000,000
Robbery & Safe Burglary	2,500	1,000,000
Computer Fraud	2,500	1,000,000
Money Orders and Counterfeit Paper Currency	2,500	1,000,000
Deadly Weapons Response	10,000	500,000

Liabilities of the City are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). There were no material unpaid and uninsured claims outstanding at the beginning or end of the last two fiscal years.

Amounts of settlements did not exceed insurance coverage for the last three years.

E. Richardson Bay Regional Agency (RBRA)

The Richardson Bay Regional Agency ("RBRA") was formed under a joint powers agreement between the County of Marin and the Cities of Belvedere, Mill Valley, Sausalito and Tiburon. The governing body of RBRA consists of five members, one appointee from each member entity. The purpose of the RBRA is to perform mutual exercise of certain functions within the waters of Richardson Bay to the benefit of all parties. The City contributes 7.5% of the operating costs of the RBRA each year.

Financial statements for the Richardson Bay Regional Agency can be obtained at 3501 Civic Center Drive, Room 308, San Rafael, CA 94903.

CITY OF BELVEDERE, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
For The Year Ended June 30, 2023

NOTE 10 – JOINT VENTURES AND POOLS (Continued)

F. Marin Emergency Radio Authority (MERA)

The City participates in a joint powers agreement through the Marin Emergency Radio Authority (“MERA”) under an operating agreement dated February 1, 1999. MERA was created July 1, 1997 by an agreement between certain public agencies in Marin County to provide a public safety radio system to its members. The members have agreed to assign a portion of their property tax revenues and make annual payments, on a pro rata basis, to cover the costs of debt financing and operating the system.

G. County of Marin

The City along with certain other cities entered into joint venture and pooling contracts with the County of Marin to provide dispatch services and a 911 public safety answering point for member cities.

Financial information on the joint ventures and pools can be obtained from the City at:

450 San Rafael Avenue
Belvedere, California 94920

NOTE 11 – COMMITMENTS AND CONTINGENCIES

The City is subject to litigation arising in the normal course of business. In the opinion of the City's attorney, there is no pending litigation which is likely to have a material adverse effect on the financial position of the City.

This Page Left Intentionally Blank

REQUIRED SUPPLEMENTARY INFORMATION

SECTION

**CITY OF BELVEDERE
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	\$6,750,871	\$6,750,871	\$7,155,419	\$404,548
Other taxes	176,399	176,399	218,979	42,580
Licenses and permits	515,547	515,547	662,064	146,517
Fines and forfeitures	2,574	2,574	431,831	429,257
Use of money and property	49,354	49,354	321,480	272,126
Intergovernmental revenues	424,022	424,022	635,372	211,350
Charges for services	438,766	438,766	414,433	(24,333)
Franchise fees	187,500	187,500	205,621	18,121
Other revenues	37,000	37,000	54,192	17,192
Total Revenues	<u>8,582,033</u>	<u>8,582,033</u>	<u>10,099,391</u>	<u>1,517,358</u>
Expenditures				
Current:				
General government	1,182,298	1,316,798	1,370,311	(53,513)
Public safety:				
Police	1,702,188	1,702,188	1,582,174	120,014
Planning and development	1,395,322	1,621,322	1,518,103	103,219
Public works	1,384,786	1,384,786	1,250,619	134,167
Recreation (The Ranch)	64,592	64,592	59,125	5,467
Non-Departmental	674,637	674,637	806,284	(131,647)
Total Expenditures	<u>6,403,823</u>	<u>6,764,323</u>	<u>6,586,616</u>	<u>177,707</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,178,210</u>	<u>1,817,710</u>	<u>3,512,775</u>	<u>1,695,065</u>
OTHER FINANCING SOURCES (USES)				
Transfers from other funds			700,000	700,000
Transfers to other funds	<u>(2,819,474)</u>	<u>(2,819,474)</u>	<u>(1,572,124)</u>	<u>1,247,350</u>
Total other financing sources (uses)	<u>(2,819,474)</u>	<u>(2,819,474)</u>	<u>(872,124)</u>	<u>1,947,350</u>
NET CHANGE IN FUND BALANCE	<u>(\$641,264)</u>	<u>(\$1,001,764)</u>	2,640,651	<u>\$3,642,415</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>5,239,871</u>	
FUND BALANCE AT END OF YEAR			<u><u>\$7,880,522</u></u>	

**CITY OF BELVEDERE
 BUDGETARY COMPARISON SCHEDULE
 FIRE PROTECTION SPECIAL REVENUE FUND
 FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property taxes	<u>\$1,061,453</u>	<u>\$1,061,453</u>	<u>\$1,059,825</u>	<u>(\$1,628)</u>
Total revenues	<u>1,061,453</u>	<u>1,061,453</u>	<u>1,059,825</u>	<u>(1,628)</u>
Expenditures				
Current				
Public safety:				
Fire	<u>2,001,509</u>	<u>2,001,509</u>	<u>1,999,011</u>	<u>2,498</u>
Total expenditures	<u>2,001,509</u>	<u>2,001,509</u>	<u>1,999,011</u>	<u>2,498</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(940,056)</u>	<u>(940,056)</u>	<u>(939,186)</u>	<u>870</u>
OTHER FINANCING SOURCES (USES)				
Transfers from other funds			<u>939,186</u>	<u>939,186</u>
Total other financing sources (uses)			<u>939,186</u>	<u>939,186</u>
NET CHANGE IN FUND BALANCE	<u>(\$940,056)</u>	<u>(\$940,056)</u>		<u>\$940,056</u>
FUND BALANCE AT BEGINNING OF YEAR			<u> </u>	
FUND BALANCE AT END OF YEAR			<u> </u>	

CITY OF BELVEDERE, CALIFORNIA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

NOTE 1 - Budgets and Budgetary Accounting

The City operates under the general laws of the State of California ("State") and annually adopts a budget to be effective July 1 of the ensuing fiscal year. The City adopts an annual budget for General, Special Revenue and Capital Projects Funds, except for the Gas Tax Special Revenue Fund. The legal level of budgetary control has been established at the fund level. Budgets are subject to a public hearing before they are adopted by the City Council. Budgets are prepared on the cash basis and are not materially different from budgets prepared under accounting principles generally accepted in the United States of America. The Budgetary Comparison Schedule – General Fund does not include other funds combined with the General Fund for financial statement purposes. Budgetary comparison schedules for these funds have been included with the nonmajor budgetary comparison schedules as appropriate.

All annual appropriations lapse at fiscal year-end. Budgets submitted to the City Council include both proposed appropriations and the means of financing them. The City Council approves total appropriations on a fund-by-fund basis.

The City Manager is authorized to transfer budget appropriations within the same fund in conformance with the adopted policies set by the City Council. Additional appropriations or interfund transfers not included in the original budget resolutions require approval by the City Council. Budgeted amounts shown reflect the annual operating budget as originally passed and include an additional appropriation for equipment replacement made in mid-year. Encumbrance accounting, a method of recording purchase commitments, is not used by the City.

**CITY OF BELVEDERE
REQUIRED SUPPLEMENTARY INFORMATION**

Miscellaneous and Safety Cost-Sharing Multiple-Employer Defined Benefit Pension Plans
Last 10 Years*

**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AND RELATED RATIOS AS OF THE MEASUREMENT DATE**

Measurement Date	Miscellaneous Plan								
	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022
Plan's proportion of the Net Pension Liability (Asset)	0.02786%	0.06454%	0.07071%	0.06844%	0.00851%	0.01253%	0.01832%	-0.05970%	0.03128%
Plan's proportion share of the Net Pension Liability (Asset)	\$1,733,750	\$1,770,555	\$2,456,235	\$2,698,048	\$320,725	\$501,791	\$772,929	(\$1,133,591)	\$1,463,854
Plan's Covered Payroll	\$1,394,430	\$1,413,982	\$1,479,351	\$1,370,946	\$1,405,882	\$1,459,265	\$1,523,406	\$1,664,549	\$1,600,385
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered Payroll	124.33%	125.22%	166.03%	196.80%	22.81%	34.39%	50.74%	-68.10%	91.47%
Plan's Fiduciary Net Position as a Percentage of the Total Pension Liability	79.82%	78.40%	74.06%	73.31%	75.26%	75.26%	75.10%	88.29%	78.19%
Measurement Date	Safety Plan								
	6/30/2014	6/30/2015	6/30/2016	6/30/2017	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022
Plan's proportion of the Net Pension Liability (Asset)	0.01748%	0.02760%	0.03112%	0.02967%	0.00448%	0.00612%	0.00948%	-0.02337%	0.01623%
Plan's proportion share of the Net Pension Liability (Asset)	\$1,087,923	\$1,137,147	\$1,611,595	\$1,772,636	\$262,953	\$382,318	\$631,924	(\$820,176)	\$1,115,454
Plan's Covered Payroll	\$700,977	\$645,791	\$842,368	\$708,177	\$802,683	\$683,660	\$575,460	\$759,119	\$753,732
Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered Payroll	155.20%	176.09%	191.32%	250.31%	32.76%	55.92%	109.81%	-108.04%	147.99%
Plan's Fiduciary Net Position as a Percentage of the Total Pension Liability	79.82%	78.40%	74.06%	73.31%	75.26%	75.26%	75.10%	88.29%	75.53%

* Fiscal year 2015 was the first year of implementation, therefore only nine years are shown.

**CITY OF BELVEDERE
REQUIRED SUPPLEMENTARY INFORMATION**

Miscellaneous and Safety Cost-Sharing Multiple-Employer Defined Benefit Pension Plans
Last 10 Years*

SCHEDULE OF CONTRIBUTIONS AND NOTES TO SCHEDULE

Fiscal Year Ended June 30	Miscellaneous Plan								
	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually required contribution (actuarially determined)	\$149,613	\$180,795	\$162,841	\$110,838	\$180,028	\$173,606	\$154,767	\$146,624	\$145,667
Contributions in relation to the actuarially determined contributions	(149,613)	(180,795)	(162,841)	(110,838)	(180,028)	(173,606)	(154,767)	(146,624)	(145,667)
Contribution deficiency (excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Covered payroll	\$1,413,982	\$1,479,351	\$1,370,946	\$1,405,882	\$1,459,265	\$1,523,406	\$1,664,549	\$1,600,385	\$1,538,629
Contributions as a percentage of covered payroll	10.58%	12.22%	11.88%	7.88%	12.34%	11.40%	9.30%	9.16%	9.47%
Fiscal Year Ended June 30	Safety Plan								
	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually required contribution (actuarially determined)	\$131,200	\$147,021	\$190,912	\$114,373	\$149,411	\$120,306	\$108,867	\$105,271	\$108,261
Contributions in relation to the actuarially determined contributions	(131,200)	(147,021)	(190,912)	(114,373)	(149,411)	(120,306)	(108,867)	(105,271)	(108,261)
Contribution deficiency (excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Covered payroll	\$645,791	\$842,368	\$708,177	\$802,683	\$683,660	\$575,460	\$759,119	\$753,732	\$815,762
Contributions as a percentage of covered payroll	20.32%	17.45%	26.96%	14.25%	21.85%	20.91%	14.34%	13.97%	13.27%

Notes to Schedule Contributions

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry-Age Normal Cost in accordance with the requirements of GASB Statement No. 68
Actual Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Payroll Growth	3.00%
Investment Rate of Return	7.15% (1)
Mortality	Derived using CalPERS Membership Data for all Funds (2)

- (1) Net of pension plan investment expenses, including inflation
(2) The mortality table used was developed based on CalPERS' specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions Report from November 2021 that can be found on the CalPERS website.

* Fiscal year 2015 was the first year of implementation, therefore only nine years are shown.

CITY OF BELVEDERE
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
PARS Retirement Enhancement Plan - Agent Multiple-Employer Defined Pension Plan
Last 10 Years*

Measurement Date	6/30/2018	6/30/2019	6/30/2020	6/30/2021	6/30/2022	6/30/2023
Total Pension Liability						
Service Cost	\$22,887	\$13,075	\$13,435	\$7,200	\$7,398	\$6,624
Interest	51,821	52,857	55,473	57,518	54,425	55,551
Effect of economic/ demographic gains or losses	(13,640)			(76,642)		60,655
Changes in assumptions	42,116					8,852
Changes in benefits						
Benefit payments, including refunds of employee contributions	(19,173)	(21,829)	(30,420)	(32,019)	(39,816)	(47,768)
Net change in total pension liability	84,011	44,103	38,488	(43,943)	22,007	83,914
Total pension liability - beginning	726,844	810,855	854,958	893,446	849,503	871,510
Total pension liability - ending (a)	\$810,855	\$854,958	\$893,446	\$849,503	\$871,510	\$955,424
Plan fiduciary net position						
Contributions - employer	\$30,305	\$26,737	\$36,042	\$36,042	\$25,241	\$25,430
Contributions - employee						
Net investment income	43,289	39,677	15,207	181,819	(119,775)	59,870
Benefit payments, including refunds of employee contributions	(19,173)	(21,829)	(30,420)	(32,019)	(39,816)	(47,768)
Plan to Plan Resource Movement						
Administrative Expense	(3,120)	(3,233)	(3,457)	(4,024)	(4,335)	(3,730)
Net change in plan fiduciary net position	51,301	41,352	17,372	181,818	(138,685)	33,802
Plan fiduciary net position - beginning	584,240	635,541	676,893	694,265	876,083	737,398
Plan fiduciary net position - ending (b)	\$635,541	\$676,893	\$694,265	\$876,083	\$737,398	\$771,200
Net pension liability - ending (a)-(b)	\$175,314	\$178,065	\$199,181	(\$26,580)	\$134,112	\$184,224
Plan fiduciary net position as a percentage of the total pension liability	78.38%	79.17%	77.71%	103.13%	84.61%	80.72%
Covered payroll	\$921,592	\$946,933	\$972,977	\$578,643	\$389,989	\$410,161
Net pension liability as percentage of covered payroll	19.02%	18.80%	20.47%	-4.59%	34.39%	44.92%

* Fiscal year 2015 was the first year of implementation, however, data for fiscal years 2015 thru 2017 are not currently available.

**CITY OF BELVEDERE
REQUIRED SUPPLEMENTARY INFORMATION**

PARS Retirement Enhance Plan (REP) Defined Benefit Pension Plan
Last 10 Years*

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ended June 30	PARS REP				
	2015	2016	2017	2018	2019
Actuarially determined contribution	\$44,240	\$37,546	\$32,350	\$27,648	\$27,648
Contribution in relation to the actuarially determined contributions	<u>(44,240)</u>	<u>(37,546)</u>	<u>(32,350)</u>	<u>(30,305)</u>	<u>(26,737)</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$2,657)</u>	<u>\$911</u>
 Covered Payroll	 \$1,436,349	 \$1,219,022	 \$1,078,340	 \$921,592	 \$946,936
 Contributions as a percentage of covered payroll	 3.08%	 3.08%	 3.00%	 3.29%	 2.82%
 Valuation date	 6/30/2014	 6/30/2015	 6/30/2016	 6/30/2018	 6/30/2018
Fiscal Year Ended June 30	2020	2021	2022	2023	
Actuarially determined contribution	\$36,078	\$21,456	\$25,460	\$17,556	
Contribution in relation to the actuarially determined contributions	<u>(36,042)</u>	<u>(36,042)</u>	<u>(25,241)</u>	<u>(25,430)</u>	
Contribution deficiency (excess)	<u>\$36</u>	<u>(\$14,586)</u>	<u>\$219</u>	<u>(\$7,874)</u>	
 Covered Payroll	 \$972,977	 \$578,643	 \$389,989	 \$410,161	
 Contributions as a percentage of covered payroll	 3.70%	 6.23%	 6.47%	 6.20%	
 Valuation date	 6/30/2018	 6/30/2020	 6/30/2020	 6/30/2022	
Methods and assumptions used to determine contribution rates:					
Actuarial cost method	Entry Age Normal				
Amortization method	Level dollar of payroll, closed				
Remaining amortization period	10 years				
Asset valuation method	None				
Inflation	2.30%				
Salary increases	Consistent with the rates used to value Miscellaneous Public Agency CalPERS Pension Plans for employees with an entry age of 30.				
Investment rate of return	6.50%				
Payroll growth	2.80%				
Retirement	Tier I: The retirement rates are consistent with those used to value the Miscellaneous Public Agency CalPERS Pension Plans "2.5% at age 55." The rates used are those for retirees with 20 years of service. Tier II: The retirement rates are consistent with those used to value Public Agency Police CalPERS Pension Plan "3.0% at age 50." The rates used are those for retirees with 25 years of service.				
Mortality	Consistent with the Non-Industrial rates used to value the Miscellaneous Public Agency CalPERS Pension Plans for both Pre-Retirement & Post-Retirement.				

*Fiscal year 2015 was the first year of implementation, therefore only nine years are shown.

**CITY OF BELVEDERE
REQUIRED SUPPLEMENTARY INFORMATION**

City of Belvedere Single-Employer OPEB Plan
SCHEDULE OF CHANGES IN THE CITY'S NET OPEB LIABILITY AND RELATED RATIOS
For the measurement year ending June 30
Last 10 Years*

Measurement Date- June 30	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$72,000	\$63,000	\$61,217	\$46,470	\$64,779	\$78,962
Interest	38,000	45,000	50,048	46,568	36,318	35,805
Differences between actual and expected experience	-	-	(60,362)	-	69,315	-
Assumption Changes	(126,000)	(47,000)	51,401	260,897	(103,610)	(261,807)
Benefit payments including refunds	(29,000)	(36,000)	(44,000)	(56,540)	(62,304)	(71,109)
Changes of benefit terms	-	-	-	-	-	-
Net change in total OPEB liability	<u>(45,000)</u>	<u>25,000</u>	<u>58,304</u>	<u>297,395</u>	<u>4,498</u>	<u>(218,149)</u>
Total OPEB liability - (beginning of year)	<u>1,274,000</u>	<u>1,229,000</u>	<u>1,254,000</u>	<u>1,312,304</u>	<u>1,609,699</u>	<u>1,614,197</u>
Total OPEB liability - (end of year)	<u>\$1,229,000</u>	<u>\$1,254,000</u>	<u>\$1,312,304</u>	<u>\$1,609,699</u>	<u>\$1,614,197</u>	<u>\$1,396,048</u>
Covered Payroll	\$2,263,000	\$2,209,000	\$2,032,500	\$2,495,104	\$2,498,209	\$2,817,918
Net OPEB liability as percentage of covered payroll	54.31%	56.77%	64.57%	64.51%	64.61%	49.54%

Notes to Schedule:

* Fiscal year 2018 was the 1st year of implementation, therefore, only six years are shown.

**CITY OF BELVEDERE
REQUIRED SUPPLEMENTARY INFORMATION**

City of Belvedere Single-Employer OPEB Plan
For the fiscal year ending June 30, 2023
Last 10 Years*

SCHEDULE OF CONTRIBUTIONS

Fiscal Year Ending	2018	2019	2020	2021	2022	2023
Employer required contributions	\$32,432	\$42,658	\$56,873	\$62,613	\$71,400	\$77,784
Contributions in relation to the actuarially determined contributions	(32,432)	(42,658)	(56,873)	(62,613)	(71,400)	(77,784)
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Covered payroll	\$2,209,000	\$2,032,500	\$2,495,104	\$2,498,209	\$2,679,527	\$2,817,918
Contributions as a percentage of covered payroll	1.47%	2.10%	2.28%	2.51%	2.66%	2.76%
Notes to Schedule						
Valuation date:	6/30/2017	6/30/2017	6/30/2019	6/30/2019	6/30/2021	6/30/2021
Methods and assumptions used to determine contribution rates:						
Actuarial cost method	Entry age normal, level percent of pay					
Inflation	2.50%					
Assumed Rate of Payroll Growth	2.75%					
Healthcare trend rates	Non-Medicare: 6.50% for 2023, decreasing to an ultimate rate of 3.75% in 2076 and beyond Medicare (Non-Kaiser): 5.65% for 2023, decreasing to an ultimate rate of 3.75% in 2076 Medicare (Kaiser): 4.60% for 2023, decreasing to an ultimate rate of 3.75% in 2076					
PEMHCA trend rate	4% annually after 2021					
Retirement Age	Age 50 and 5 years of service					
Mortality Improvement	Mortality projected fully generational with scale MP-2021					

* Fiscal year 2018 was the 1st year of implementation, therefore, only six years are shown.

SUPPLEMENTARY INFORMATION

**CITY OF BELVEDERE
BUDGETARY COMPARISON SCHEDULE
GENERAL CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Use of money and property			\$2,297	\$2,297
Intergovernmental revenues	\$231,000	\$171,000	402,320	231,320
Charges for services	<u>175,750</u>	<u>175,750</u>	<u>302,465</u>	<u>126,715</u>
Total Revenues	<u>406,750</u>	<u>346,750</u>	<u>707,082</u>	<u>360,332</u>
Expenditures				
Capital outlay	<u>987,500</u>	<u>987,500</u>	<u>1,196,779</u>	<u>(209,279)</u>
Total Expenditures	<u>987,500</u>	<u>987,500</u>	<u>1,196,779</u>	<u>(209,279)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(580,750)</u>	<u>(640,750)</u>	<u>(489,697)</u>	<u>151,053</u>
OTHER FINANCING SOURCES (USES)				
Transfers from other funds			<u>387,974</u>	<u>387,974</u>
Total other financing sources (uses)			<u>387,974</u>	<u>387,974</u>
NET CHANGE IN FUND BALANCE	<u>(\$580,750)</u>	<u>(\$640,750)</u>	<u>(101,723)</u>	<u>\$539,027</u>
FUND BALANCE AT BEGINNING OF YEAR			<u>1,207,171</u>	
FUND BALANCE AT END OF YEAR			<u>\$1,105,448</u>	

**CITY OF BELVEDERE
GENERAL FUND
COMBINING BALANCE SHEET
JUNE 30, 2023**

	General Fund	SLESF Fund	Insurance Reserve Fund	Pension Trust Fund	Total General Fund
ASSETS					
Cash and investments	\$6,542,494		\$361,520		\$6,904,014
Restricted cash and investments				\$2,002,481	2,002,481
Accounts receivable, net	341,372				341,372
Due from other funds	5,282				5,282
Prepaid items and other current assets	17,761				17,761
Total Assets	<u>\$6,906,909</u>		<u>\$361,520</u>	<u>\$2,002,481</u>	<u>\$9,270,910</u>
LIABILITIES					
Accounts payable and other liabilities	\$368,553		\$19,054		\$387,607
Refundable deposits	987,480				987,480
Total Liabilities	<u>1,356,033</u>		<u>19,054</u>		<u>1,375,087</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - grants	15,301				15,301
Total Deferred Inflows of Resources	<u>15,301</u>				<u>15,301</u>
FUND BALANCES					
Nonspendable	17,761				17,761
Restricted				\$2,002,481	2,002,481
Assigned	3,953,959		342,466		4,296,425
Unassigned	1,563,855				1,563,855
Total Fund Balances	<u>5,535,575</u>		<u>342,466</u>	<u>2,002,481</u>	<u>7,880,522</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$6,906,909</u>		<u>\$361,520</u>	<u>\$2,002,481</u>	<u>\$9,270,910</u>

**CITY OF BELVEDERE
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2023**

	General Fund	SLESF Fund	Insurance Reserve Fund	Pension Trust Fund	Total General Fund
REVENUES					
Property taxes	\$7,155,419				\$7,155,419
Other taxes	218,979				218,979
Licenses and permits	662,064				662,064
Fines and forfeitures	431,831				431,831
Use of money & property	211,112	\$619		\$109,749	321,480
Intergovernmental revenues	461,840	173,532			635,372
Charges for services	414,433				414,433
Franchise fees	205,621				205,621
Other revenues	54,192				54,192
Total Revenues	9,815,491	174,151		109,749	10,099,391
EXPENDITURES					
Current:					
General government	1,366,043			4,268	1,370,311
Public safety:					
Police	1,582,174				1,582,174
Planning & development	1,518,103				1,518,103
Public works	1,250,619				1,250,619
Recreation (The Ranch)	59,125				59,125
Non-departmental	691,421		\$114,863		806,284
Total Expenditures	6,467,485		114,863	4,268	6,586,616
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,348,006	174,151	(114,863)	105,481	3,512,775
OTHER FINANCING SOURCES (USES)					
Transfers in	174,151		400,000	300,000	874,151
Transfers out	(1,572,124)	(174,151)			(1,746,275)
Total other financing sources (uses)	(1,397,973)	(174,151)	400,000	300,000	(872,124)
NET CHANGE IN FUND BALANCES	1,950,033		285,137	405,481	2,640,651
BEGINNING FUND BALANCES	3,585,542		57,329	1,597,000	5,239,871
ENDING FUND BALANCES	\$5,535,575		\$342,466	\$2,002,481	\$7,880,522

NON-MAJOR GOVERNMENTAL FUNDS

**CITY OF BELVEDERE
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2023**

	<u>Gas Tax</u>	<u>Equipment Replacement Capital Projects Fund</u>	<u>Lease Revenue Bonds Debt Service Fund</u>	<u>Total Nonmajor Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$1	\$29,999		\$30,000
Accounts receivable, net	5,282			5,282
Total Assets	<u>\$5,283</u>	<u>\$29,999</u>		<u>\$35,282</u>
LIABILITIES				
Due to other funds	\$5,282			\$5,282
Total Liabilities	<u>5,282</u>			<u>5,282</u>
FUND BALANCES				
Assigned	1	\$29,999		30,000
Total Fund Balances	<u>1</u>	<u>29,999</u>		<u>30,000</u>
Total Liabilities and Fund Balances	<u>\$5,283</u>	<u>\$29,999</u>		<u>\$35,282</u>

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

	Gas Tax Special Revenue Fund	Equipment Replacement Capital Projects Fund	2017 Lease Revenue Bonds Debt Service Fund	Total Nonmajor Governmental Funds
REVENUES				
Use of money and property	\$372			\$372
Intergovernmental revenues	105,741			105,741
Total Revenues	106,113			106,113
EXPENDITURES				
Debt service:				
Principal			\$192,000	192,000
Interest and fiscal charges			50,919	50,919
Capital outlay		\$107,591		107,591
Total Expenditures		107,591	242,919	350,510
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	106,113	(107,591)	(242,919)	(244,397)
OTHER FINANCING SOURCES (USES)				
Transfers from other funds		108,158	242,918	351,076
Transfers to other funds	(106,112)			(106,112)
Total other financing sources (uses)	(106,112)	108,158	242,918	244,964
NET CHANGE IN FUND BALANCES	1	567	(1)	567
BEGINNING FUND BALANCES		29,432	1	29,433
ENDING FUND BALANCES	\$1	\$29,999		\$30,000

**CITY OF BELVEDERE
 BUDGETARY COMPARISON SCHEDULE
 EQUIPMENT REPLACEMENT FUND
 FOR THE YEAR ENDED JUNE 30, 2023**

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final-Positive (Negative)</u>
Revenues			
Intergovernmental revenues	<u>\$1,000</u>	<u></u>	<u>\$1,000</u>
Total Revenues	<u>1,000</u>	<u></u>	<u>1,000</u>
Expenditures			
Capital outlay	<u>157,000</u>	<u>\$107,591</u>	<u>49,409</u>
Total Expenditures	<u>157,000</u>	<u>107,591</u>	<u>49,409</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(156,000)</u>	<u>(107,591)</u>	<u>48,409</u>
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	<u></u>	<u>108,158</u>	<u>108,158</u>
Total Other Financing Sources (Uses)	<u></u>	<u>108,158</u>	<u>108,158</u>
NET CHANGE IN FUND BALANCE	<u><u>(\$156,000)</u></u>	<u>567</u>	<u><u>(\$156,567)</u></u>
FUND BALANCE AT BEGINNING OF YEAR		<u>29,432</u>	
FUND BALANCE AT END OF YEAR		<u><u>\$29,999</u></u>	

**CITY OF BELVEDERE
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 JUNE 30, 2023**

	Assessment Districts	Belvedere- Tiburon Library Agency	Total
Assets:			
Cash and investments	\$521,569	\$46,278	\$567,847
Accounts receivable	784	23,913	24,697
Total Assets	522,353	70,191	592,544
Liabilities:			
Accounts payable		41,388	41,388
Total Liabilities		41,388	41,388
Net Position:			
Restricted for:			
Bondholders	522,353		522,353
Other Agency		28,803	28,803
Total Net Position	\$522,353	\$28,803	\$551,156

CITY OF BELVEDERE
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUND
FOR THE YEAR ENDED JUNE 30, 2023

	<u>Assessment Districts</u>	<u>Belvedere- Tiburon Library Agency</u>	<u>Total</u>
Additions			
Property taxes		\$984,563	\$984,563
Intergovernmental revenues	\$825,590		825,590
Investment income	1,443		1,443
	<u>827,033</u>	<u>984,563</u>	<u>1,811,596</u>
Deductions			
Distributions to Library		974,094	974,094
Payments to bondholders	403,581		403,581
Interest and fiscal charges	431,115		431,115
	<u>834,696</u>	<u>974,094</u>	<u>1,808,790</u>
Change in net position	(7,663)	10,469	2,806
Net Position - Beginning	<u>530,016</u>	<u>18,334</u>	<u>548,350</u>
Total Net Position	<u><u>\$522,353</u></u>	<u><u>\$28,803</u></u>	<u><u>\$551,156</u></u>

STATISTICAL SECTION

This part of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health. In contrast to the financial section, the statistical section information is not subject to independent audit.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and wellbeing have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

Sources

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

This Page Left Intentionally Blank

City of Belvedere
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental activities										
Net investment in capital assets	\$ 8,599,308	\$ 7,930,552	\$ 7,122,180	\$ 7,077,537	\$ 6,639,246	\$ 6,069,846	\$ 6,157,925	\$ 6,338,137	\$ 6,423,791	\$ 6,290,687
Restricted	2,003,285	1,786,654	592,264	324,857	941,270	395,508	-	-	-	-
Unrestricted	3,839,967	6,102,224	936,797	(602,975)	(2,626,949)	(3,231,241)	(708,477)	(660,496)	(1,082,881)	2,228,375
Total governmental activities net position	\$ 14,442,560	\$ 15,819,430	\$ 8,651,241	\$ 6,799,419	\$ 4,953,567	\$ 3,234,113	\$ 5,449,448	\$ 5,677,641	\$ 5,340,910	\$ 8,519,062
Business-type activities										
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-	-	-	-
Total business-type activities net position	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Primary government										
Net investment in capital assets	\$ 8,599,308	\$ 7,930,552	\$ 7,122,180	\$ 7,077,537	\$ 6,639,246	\$ 6,069,846	\$ 6,157,925	\$ 6,338,137	\$ 6,423,791	\$ 6,290,687
Restricted	2,003,285	1,786,654	592,264	324,857	941,270	395,508	-	-	-	-
Unrestricted	3,839,967	6,102,224	936,797	(602,975)	(2,626,949)	(3,231,241)	(708,477)	(660,496)	(1,082,881)	2,228,375
Total primary government net position	\$ 14,442,560	\$ 15,819,430	\$ 8,651,241	\$ 6,799,419	\$ 4,953,567	\$ 3,234,113	\$ 5,449,448	\$ 5,677,641	\$ 5,340,910	\$ 8,519,062

Note: The City began to report accrual information when it implemented GASB Statement 34 in fiscal year 2004.

Source: City Finance Department

City of Belvedere
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Expenses										
Governmental activities:										
General government	\$ 1,865,820	\$ 760,337	\$ 1,024,585	\$ 1,010,668	\$ 846,917	\$ 676,830	\$ 984,634	\$ 681,073	\$ 839,551	\$ 1,028,858
Public safety	5,368,809	918,579	3,229,244	3,076,802	3,054,707	3,121,632	3,412,474	3,245,388	2,957,115	3,148,198
Planning and development	2,570,521	(176,464)	1,145,680	883,231	932,726	1,047,057	1,155,093	1,122,216	1,082,995	1,565,998
Public works	2,239,147	833,901	1,760,192	1,575,517	1,347,896	1,498,256	879,207	960,194	916,263	1,083,090
Recreation (The Ranch)	59,125	53,468	65,740	75,107	53,902	52,364	82,528	81,833	99,253	74,807
Library*	-	-	-	-	-	737,549	706,667	631,726	600,217	596,645
Non-departmental	806,284	698,372	388,591	451,929	472,211	3,946,407	637,224	371,348	401,903	-
Interest on long-term debt	50,919	56,169	149,521	108,044	114,176	114,535	-	-	-	-
Unallocated depreciation expense	-	-	-	-	-	-	-	-	-	-
Total governmental activities expenses	\$ 12,960,625	\$ 3,144,362	\$ 7,763,553	\$ 7,181,298	\$ 6,822,535	\$ 11,194,630	\$ 8,237,965	\$ 7,403,867	\$ 7,191,432	\$ 7,771,031

Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 16,438	\$ 66,435	\$ 27,983	\$ 25,602	\$ 22,388	\$ 22,246	\$ 18,106	\$ 15,058	\$ 12,523	\$ 28,748
Public safety	30,238	5,342	10,874	16,676	15,259	124,752	120,445	112,626	53,245	19,933
Planning and development	1,328,141	814,648	676,366	793,681	764,018	1,024,348	717,054	726,619	981,766	572,953
Public works	435,976	323,206	263,978	331,384	267,460	322,032	274,710	262,117	160,412	234,795
Community Center	-	-	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-	-	-
Non-departmental	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	435,056	411,661	56,723	-	27,329	10,143	-	-	-	-
Capital grants and contributions	262,749	265,538	228,785	137,110	20,259	131,058	-	-	-	-
Total governmental activities program revenues	\$ 2,508,598	\$ 1,886,830	\$ 1,264,709	\$ 1,304,453	\$ 1,116,713	\$ 1,634,579	\$ 1,130,315	\$ 1,116,420	\$ 1,207,946	\$ 856,429
Total primary government program revenues	\$ 2,508,598	\$ 1,886,830	\$ 1,264,709	\$ 1,304,453	\$ 1,116,713	\$ 1,634,579	\$ 1,130,315	\$ 1,116,420	\$ 1,207,946	\$ 856,429

City of Belvedere
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2023	2022	2021	2020	2019	2017	2016	2015	2014	
Net (Expense)/Revenue										
Governmental activities	\$ (10,452,026)	\$ (1,257,532)	\$ (6,498,844)	\$ (5,876,845)	\$ (5,705,822)	\$ (7,107,650)	\$ (6,287,447)	\$ (5,983,486)	\$ (6,914,602)	
Total primary government net expense	\$ (10,452,026)	\$ (1,257,532)	\$ (6,498,844)	\$ (5,876,845)	\$ (5,705,822)	\$ (7,107,650)	\$ (6,287,447)	\$ (5,983,486)	\$ (6,914,602)	
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 8,215,244	\$ 7,700,541	\$ 7,279,753	\$ 6,798,394	\$ 6,600,347	\$ 5,888,358	\$ 5,350,001	\$ 4,993,837	\$ 4,858,173	
Other taxes	218,979	190,124	159,401	162,236	194,637	161,677	142,479	115,208	199,457	
Use of money/property	324,149	(127,405)	104,067	135,333	113,366	62,463	49,006	44,630	42,091	
Intergovernmental revenues	56,972	402,966	576,865	402,096	309,413	1,011,073	872,228	841,403	885,324	
Franchise fees	205,621	198,901	185,776	189,601	171,312	163,322	170,673	152,253	158,671	
Other	54,192	60,594	44,804	35,038	36,201	36,245	153,889	119,985	150,689	
Transfers	-	-	-	-	-	-	-	-	-	
Total governmental activities	\$ 9,075,157	\$ 8,425,721	\$ 8,350,666	\$ 7,722,698	\$ 7,425,276	\$ 7,323,138	\$ 6,738,276	\$ 6,267,316	\$ 6,294,405	
Total primary government	\$ 9,075,157	\$ 8,425,721	\$ 8,350,666	\$ 7,722,698	\$ 7,425,276	\$ 7,323,138	\$ 6,738,276	\$ 6,267,316	\$ 6,294,405	
Change in Net Position										
Governmental activities	\$ (1,376,869)	\$ 7,168,189	\$ 1,851,822	\$ 1,845,853	\$ 1,719,454	\$ 215,488	\$ 450,829	\$ 283,830	\$ (620,197)	
Total primary government	\$ (1,376,869)	\$ 7,168,189	\$ 1,851,822	\$ 1,845,853	\$ 1,719,454	\$ 215,488	\$ 450,829	\$ 283,830	\$ (620,197)	

Source: City Finance Department

City of Belvedere
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund										
Nonspendable	\$ 17,761	\$ 17,692	\$ 54,621	\$ 320,788	\$ 304,711	\$ 293,304	\$ 26,910	\$ 31,422	\$ 16,150	\$ 10,476
Restricted	2,002,481	1,597,000	201,913	-	-	-	101,510	98,995	77,808	61,322
Committed	-	-	1,300,000	-	-	-	-	-	-	-
Assigned*	4,296,425	3,625,179	3,259,915	3,238,517	3,042,646	2,771,480	56,279	257,592	157,592	58,839
Unassigned	1,563,855	-	1,161,784	1,295,513	737,254	778,944	3,464,347	2,535,633	2,120,184	2,047,647
Total general fund	\$ 7,880,522	\$ 5,239,871	\$ 5,978,233	\$ 4,854,818	\$ 4,084,611	\$ 3,843,728	\$ 3,649,046	\$ 2,923,642	\$ 2,371,734	\$ 2,178,284
All Other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	804	189,654	390,351	1,260,870	941,270	395,508	150,000	314,064	307,737	402,903
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	2,024,701	2,637,007	1,171,426	25,000	25,000	469,184	346,696	202,340	223,100	49,790
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all other governmental funds	\$ 2,025,505	\$ 2,826,661	\$ 1,561,777	\$ 1,285,870	\$ 966,270	\$ 864,692	\$ 496,696	\$ 516,404	\$ 530,837	\$ 452,693

* In 2018, the City implemented a new policy to classify the General Fund reserve as assigned.

Source: City Finance Department

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

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Revenues										
Property taxes	\$ 8,215,244	\$ 7,700,541	\$ 7,279,752	\$ 6,798,394	\$ 6,600,347	\$ 6,129,401	\$ 5,888,358	\$ 5,350,001	\$ 4,993,837	\$ 4,858,173
Other taxes	218,979	190,124	159,401	162,236	194,637	199,533	161,677	142,479	115,208	199,457
Licenses and permits	662,064	571,146	483,331	539,126	458,873	585,449	443,611	453,404	367,059	411,600
Fines and forfeitures	431,831	2,663	864	36,416	33,636	152,589	23,123	21,786	368,789	22,925
Use of money/property	324,149	(127,405)		135,333	113,366	84,183	62,463	49,006	44,630	42,091
Intergovernmental*	1,143,433	819,775	715,613	539,205	357,001	1,172,854	1,011,073	872,228	841,403	885,324
Charges for services	716,898	635,822	495,005	591,801	576,616	755,340	663,581	641,228	472,098	421,905
Franchise fees	205,621	198,901	185,776	189,601	171,312	188,760	163,322	170,673	152,253	158,671
Other revenues	54,192	60,594	33,997	35,038	36,201	80,777	36,245	153,889	119,985	150,689
Total revenues	11,972,411	10,052,161	9,457,807	9,027,150	8,541,989	9,348,886	8,453,453	7,854,694	7,475,262	7,150,835
Expenditures										
General government	1,370,311	1,269,828	934,099	972,064	807,507	764,731	1,400,066	1,094,516	1,155,569	967,926
Public safety	3,581,185	3,427,997	3,331,948	3,145,371	3,365,842	3,184,101	3,284,846	3,167,024	2,864,729	3,092,280
Planning and development	1,518,103	1,306,190	1,173,665	934,615	1,084,628	1,012,727	1,095,007	1,064,239	1,029,395	1,501,913
Public works	1,250,619	1,087,852	1,211,592	1,076,890	941,347	923,184	815,975	828,348	769,864	862,315
Community Center	59,125	53,468	65,740	75,107	53,902	52,364	53,682	53,019	70,380	46,141
Non Departmental	806,284	698,372	388,591	451,929	472,211	3,946,407	-	-	-	-
Library*	-	-	-	-	-	737,549	706,667	631,726	600,217	596,645
Capital outlay	1,304,370	1,431,763	706,330	1,043,323	1,219,915	645,610	391,514	478,347	713,514	539,046
Debt service	-	-	-	-	-	-	-	-	-	-
Interest	50,919	56,169	149,521	108,044	114,176	114,535	-	-	-	-
Principal	192,000	194,000	170,000	130,000	140,000	60,000	-	-	-	-
Total expenditures	10,132,916	9,525,639	8,131,486	7,937,343	8,199,528	11,441,208	7,747,757	7,317,219	7,203,668	7,606,266
Excess of revenues over (under) expenditures	1,839,495	526,522	1,326,321	1,089,807	342,461	(2,092,322)	705,696	537,475	271,594	(455,431)
Other Financing Sources (Uses)										
Capital Lease	-	-	2,323,000	-	-	2,655,000	-	-	-	-
Repayment of capital lease	-	-	(2,250,000)	-	-	-	-	-	-	-
Transfers in	2,378,236	3,332,305	1,562,619	1,848,762	1,955,198	1,303,514	931,088	908,952	1,015,062	513,794
Transfers out	(2,378,236)	(3,332,305)	(1,562,619)	(1,848,762)	(1,955,198)	(1,303,514)	(931,088)	(908,952)	(1,015,062)	(513,794)
Total other financing sources (uses)	-	-	73,000	-	-	2,655,000	-	-	-	-
Net change in fund balances	\$ 1,839,495	\$ 526,522	\$ 1,399,321	\$ 1,089,807	\$ 342,461	\$ 562,678	\$ 705,696	\$ 537,475	\$ 271,594	\$ (455,431)
Debt service as a percentage of noncapital expenditures	2.8%	3.1%	4.3%	3.5%	3.6%	1.6%	0.0%	0.0%	0.0%	0.0%

Source: City Finance Department

**City of Belvedere
City-Wide Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years**

Fiscal Year End	Residential Property	Commercial Property	Other Property	Unsecured Property	Less Tax-Exempt Property	Taxable Assessed Value	Total Direct Tax Rate		Estimated Actual Taxable Value (2)	Factor of Taxable Assessed Value (2)	Value as a Percentage of Actual Value
							(1)	(1)			
2013-14	\$1,612,430,131	\$12,807,652	\$40,962,436	\$16,706,550	\$10,871,256	\$1,672,035,513	1.1036	\$2,435,824,679	1.456802	68.64%	
2014-15	1,685,572,954	12,888,797	41,655,695	16,933,816	11,124,656	1,745,926,606	1.0951	3,106,077,967	1.779043	56.21%	
2015-16	1,823,642,530	13,182,251	31,296,908	18,944,702	10,787,692	1,876,278,699	1.1098	2,577,614,790	1.373791	72.79%	
2016-17	2,011,175,049	13,498,200	41,850,052	17,940,291	10,858,866	2,073,604,726	1.0886	4,249,174,817	2.049173	48.80%	
2017-18	2,107,497,991	16,613,844	45,023,147	18,413,219	10,965,406	2,176,582,795	1.1152	3,547,311,929	1.629762	61.36%	
2018-19	2,239,363,669	16,947,764	52,590,698	15,721,130	11,026,344	2,313,596,917	1.1098	3,409,727,543	1.473778	67.85%	
2019-20	2,361,648,965	16,313,202	62,462,936	21,593,854	11,197,170	2,450,821,787	1.0994	3,452,828,413	1.408845	70.98%	
2020-21	2,451,925,084	24,287,069	64,460,594	25,837,056	11,047,106	2,555,462,697	1.1008	3,494,080,035	1.367298	73.14%	
2021-22	2,559,026,083	23,532,156	60,889,746	25,970,421	11,108,954	2,658,309,452	1.0987	4,390,726,824	1.651699	60.54%	
2022-23	2,776,322,922	24,046,474	74,573,904	28,087,520	11,091,796	2,891,939,024	1.0929	4,579,917,382	1.583684	63.14%	

Source: Marin County Assessor data, Avenu Insights & Analytics

1.) Total Direct Tax Rate is represented by TRA 001-000.

2.) Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices. Based on these calculations a multiplier value was extrapolated and applied to current assessed values.

City of Belvedere
 Taxable Property by Use Code, City-Wide
 Last Ten Fiscal Years

Category	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
Residential	\$1,612,430,131	\$1,685,572,954	\$1,823,642,530	\$2,011,175,049	\$2,107,497,991	\$2,239,363,669	\$2,361,648,965	\$2,451,925,084	\$2,559,026,083	2,776,322,922
Miscellaneous	7,751,260	7,504,772	7,540,624	19,758,398	23,607,696	30,973,539	31,376,677	37,297,111	31,928,659	42,409,702
Vacant	12,979,676	13,033,407	13,431,328	22,089,668	21,413,425	21,617,159	31,086,259	27,163,483	28,961,087	32,164,202
Commercial	12,807,652	12,888,797	13,182,251	13,498,200	16,613,844	16,947,764	16,313,202	24,287,069	23,552,156	24,046,474
Unknown	20,231,500	21,117,416	10,324,956	1,986	2,026	-	-	-	-	-
Gross Secured Value	1,666,200,219	1,740,117,346	1,868,121,689	2,066,523,301	2,169,134,982	2,308,902,131	2,440,425,103	2,540,672,747	2,540,672,747	2,874,943,300
Unsecured	16,706,550	16,933,816	18,944,702	17,940,291	18,413,219	15,721,130	21,593,854	25,837,056	25,970,421	28,087,520
Less Exemptions	10,871,256	11,124,656	10,787,692	10,858,866	10,965,406	11,026,344	11,197,170	11,047,106	11,108,954	11,091,796
Net Taxable Value	\$1,672,035,513	\$1,745,926,506	\$1,876,278,699	\$2,073,604,726	\$2,176,582,795	\$2,313,596,917	\$2,450,821,787	\$2,555,462,697	\$2,555,462,697	2,891,939,024

City of Belvedere
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years

	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23
Basic City and County Levy										
COUNTY GENERAL FUND	0.185000	0.185000	0.185000	0.185000	0.185000	0.185000	0.185000	0.185000	0.185000	0.185000
CITY OF BELVEDERE	0.207000	0.207000	0.207000	0.207000	0.207000	0.207000	0.207000	0.207000	0.207000	0.207000
ALL OTHER COUNTY ENTITIES	0.608000	0.608000	0.608000	0.608000	0.608000	0.608000	0.608000	0.608000	0.608000	0.608000
TOTAL	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
Override Assessments										
TAM UNION HIGH SCH BONDS										
2001 Series	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
2006 Series	0.016000	0.014800	0.006300	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
2010 Refunding bond	0.012800	0.011700	0.010600	0.009900	0.009400	0.008800	0.008200	0.011600	0.000000	0.000000
MARIN COM COLLEGE	0.020400	0.018000	0.014700	0.010100	0.028800	0.027700	0.021800	0.000000	0.000000	0.000000
REED SCHOOL BONDS 2002	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
REED UNION SCH BONDS 2004	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
REED UNION SCH- 2011 REFUNDING	0.034000	0.031200	0.029000	0.027200	0.022300	0.022400	0.020200	0.009300	0.009400	0.000000
REED UNION SCH- 2012 REFUNDING	0.006300	0.010700	0.009500	0.009100	0.008600	0.006800	0.007900	0.007600	0.007300	0.000000
REED UNION SCH- 2016 REFUNDING	0.000000	0.000000	0.000000	0.000000	0.003500	0.001900	0.003000	0.013000	0.011800	0.000000
REED ELEM SCH BD'06	0.004300	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
REED USD SCH 2022 REFUNDING	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.016100
TAMALPAIS UHSD GO BOND FUND 2011	0.009800	0.008700	0.008000	0.007100	0.007100	0.006800	0.006200	0.004100	0.000000	0.000000
TAMALPAIS UHSD 2014 REFUNDING	0.000000	0.000000	0.006400	0.011800	0.010400	0.010200	0.009500	0.009400	0.005000	0.006100
TAMALPAIS UHSD 2019 REFUNDING	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.009100	0.007900	0.011800
TAMALPAIS UHSD 2021 REFUNDING	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.007700	0.001600
MARIN COM COLLEGE 2004 REFUNDING	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.002100	0.000000
MARIN COM COLLEGE 2015 REFUNDING	0.000000	0.000000	0.001800	0.001800	0.001800	0.001700	0.003400	0.003300	0.002100	0.000000
MARIN COM COLLEGE 2016 REFUNDING	0.000000	0.000000	0.000000	0.002300	0.003200	0.001900	0.001700	0.001800	0.003000	0.000200
MARIN COM COLLEGE 2017 REFUNDING	0.000000	0.000000	0.000000	0.000000	0.000000	0.002600	0.001700	0.001000	0.002800	0.000900
MARIN COM COLLEGE 2016 BOND SERIES B	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.009600	0.008800	0.011500	0.008200
MARIN COM COLLEGE 2021 REFUNDING	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.006300	0.006800
MARIN COM COLLEGE 2021 REFUNDING SERIES B	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.007400
MARIN HEALTHCARE-MEASURE	0.000000	0.000000	0.023500	0.009300	0.020100	0.019000	0.017500	0.021800	0.021800	0.020700
TOTAL	0.103600	0.095100	0.109800	0.088600	0.115200	0.109800	0.099400	0.100800	0.098700	0.092900
TOTAL TAX RATE	1.103600	1.095100	1.109800	1.088600	1.115200	1.109800	1.099400	1.100800	1.098700	1.092900

Source: Marin County Auditor data, Avenu Insights & Analytics
 TRA 001-000 is represented for this report.

City of Belvedere
Principal Property Tax Payers
Last Fiscal Year and Nine Years Ago

Taxpayer	2022-23		2013-14	
	Taxable Value (\$)	Percent of Total City Taxable Value (%)	Taxable Value (\$)	Percent of Total City Taxable Value (%)
Golden Gate Holdings LLC	52,986,250	1.83%		
Belvedere Land Company Partnersh	42,975,430	1.49%	39,714,843	2.38%
Pampalone Trust	28,300,440	0.98%		
Belvedere Golden Gate LLC	22,500,000	0.78%		
Cliff Partners LLC	22,130,722	0.77%		
Mallard Pointe 1951 LLC	21,056,924	0.73%		
Mahoney Teresa A A	21,000,000	0.73%		
Casa Gialla LLC	20,000,000	0.69%		
MWNNNWM	19,208,062	0.66%		
Castellucci Antonio & Rita Trust	18,249,780	0.63%		
101 Belvedere LLC	17,290,250	0.60%		
Winslow Clark & Sharon Living Tr	15,993,000	0.55%		
GG La Dolce Vita LLC	15,278,707	0.53%		
INJ LLC	14,705,512	0.51%		
Koogle/Scott Joint Trust	14,177,957	0.49%		
Grand Nancy J Trust	13,854,440	0.48%		
Dillard Family Trust	12,997,508	0.45%	11,169,000	0.67%
Yen Hui-Hsien Bert	11,891,250	0.41%		
Silberstein Stephen M Revoc Trus	11,884,250	0.41%		
Mc Quown Leslie & John Revoc Tru	11,750,000	0.41%		
Kawishiwi Partners Revocable Tru	11,649,702	0.40%	6,493,000	0.39%
San Francisco Yacht Club	11,455,978	0.40%	6,404,389	0.38%
Behzadi Houman	11,445,000	0.40%		
Golden Gate Belvedere LLC	11,167,279	0.39%		
27 Bellevue LLC	11,023,514	0.38%	8,464,893	0.51%
425 Belvedere Assoc LLC			27,042,742	1.62%
Koogle Timothy A			19,006,327	1.14%
Winslow Clark J			14,973,500	0.90%
Drebes Lawrence T Jr			11,680,233	0.70%
Settling Ltd.			11,340,000	0.68%
Faithfort Entrps Inc.			11,000,000	0.66%
Burillo Javier			9,181,635	0.55%
Decker Olivia H			9,036,607	0.54%
Schneider James A			8,587,803	0.51%
Janney Daniel S			7,898,001	0.47%
Friedman Gerald L			7,428,456	0.44%
Hilpert Dale W			7,256,251	0.43%
Lacey Family Trust			6,997,340	0.42%
Hyman Zachary Kimberly Revoc T			6,936,000	0.41%
De Somma Leonard B			6,797,000	0.41%
Bogliolo Alessandro			6,696,050	0.40%
Mc Neil Robert A			6,532,538	0.39%
Brown J M Revoc Trust			6,253,000	0.37%
Friedman Gary			6,157,183	0.37%
Syman Gary A			6,115,500	0.37%
Total Top 25 Taxpayers	464,971,955	16.08%	269,162,291	16.10%
Total Taxable Value	2,891,939,024	100.00%	1,672,035,513	100.00%

Source: Marin County Assessor data, Avenu Insights & Analytics

City of Belvedere
Principal Sales Tax Producers
Last Fiscal Year and Nine Years Ago

2022-23		2013-14	
Taxpayer	Business Type	Taxpayer	Business Type
Carol Mac Carron	Furniture/Appliance	Agins Interiors	Miscellaneous Retail
Collected Studio	Miscellaneous Retail	Ann C. Turner	Miscellaneous Other
Corinthian Yacht Club	Restaurants	Bayside Garden Center	Miscellaneous Retail
Cuthrell & Daughter	Miscellaneous Other	Beauvoir Interior Design	Miscellaneous Retail
Diana J. Bradley	Miscellaneous Other	Christies	Miscellaneous Other
Fenzi Media Group	Light Industry	Corinne Matthews Wiley	Furniture/Appliance
General Motors Acceptance	Leasing	Cuthrell & Daughter	Miscellaneous Other
Glampwear	Heavy Industry	General Motors Acceptance	Leasing
Ground	Miscellaneous Retail	Gwen Price Interiors	Miscellaneous Retail
Harris Designs	Miscellaneous Retail	Hope C. Hopkins	Miscellaneous Other
Hot Foot America	Chemical Products	Hot Foot America	Chemical Products
Katherine Hill	Miscellaneous Retail	Jm Interiors	Miscellaneous Retail
Kathy Best Design	Furniture/Appliance	Kara Warrin Design	Miscellaneous Retail
Linda Applewhite & Associates	Business Services	Katherine Ferguson Interior Design	Miscellaneous Retail
MH Design	Miscellaneous Retail	Katherine Hill	Miscellaneous Retail
Mixxy Products	Light Industry	Lacorte Bags	Light Industry
Nancy Freed Interiors	Miscellaneous Retail	Linda Applewhite & Associates	Business Services
Purple Monkey Hair	Apparel Stores	Nancy Freed Interiors	Miscellaneous Retail
R&S Service	Auto Parts/Repair	R & S Service	Miscellaneous Retail
Rustic Bakery	Restaurants	Samantha Suzanne Gilbert	Miscellaneous Retail
Sharon D. Paster	Miscellaneous Retail	Smith Bio-Medical	Office Equipment
Somand	Apparel Stores	Spindler Textiles	Light Industry
Spindler Textiles	Light Industry	St Stephen'S Episcopal Church	Miscellaneous Other
The San Francisco Yacht Club	Miscellaneous Retail	The San Francisco Yacht Club	Miscellaneous Retail
Tina Setzer	Miscellaneous Other	Unusual Things	Miscellaneous Retail

Source: Avenu Insights & Analytics

City of Belvedere
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$3,296,437	\$3,296,437	100 %	-	\$3,296,437	100 %
2015	3,448,212	3,448,212	100 %	-	3,448,212	100 %
2016	3,720,091	3,720,091	100 %	-	3,720,091	100 %
2017	4,113,119	4,113,119	100 %	-	4,113,119	100 %
2018	4,340,484	4,340,484	100 %	-	4,340,484	100 %
2019	4,657,434	4,657,434	100 %	-	4,657,434	100 %
2020	4,848,606	4,848,606	100 %	-	4,848,606	100 %
2021	5,085,230	5,085,230	100 %	-	5,085,230	100 %
2022	5,318,104	5,318,104	100 %	-	5,318,104	100 %
2023	5,799,843	5,799,843	100 %	-	5,799,843	100 %

Sources: City Finance Department

City of Belvedere
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income	Debt Per Capita
	Tax Allocation Bonds	Certificates of Participation/ Lease Revenue Bonds	Assessment Bonds			
2014	\$ -	\$ -	\$ -	\$ -	0.00%	\$ -
2015	-	-	-	-	0.00%	-
2016	-	-	-	-	0.00%	-
2017	-	-	-	-	0.00%	-
2018	-	2,595,000	-	2,595,000	0.89%	1,215
2019	-	2,455,000	-	2,455,000	0.80%	1,143
2020	-	2,325,000	-	2,325,000	0.73%	1,095
2021	-	2,228,000	-	2,228,000	0.67%	1,078
2022	-	2,034,000	-	2,034,000	0.53%	978
2023	-	1,842,000	-	1,842,000	0.42%	901

Source: City of Belvedere Finance Department, Avenu Insights & Analytics, U.S. Census Bureau, 2010 American Community Survey.

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

**City of Belvedere
 Computation of Direct and Overlapping Debt
 June 30, 2023**

2022-23 Assessed Valuation: \$2,895,033,697

<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	Total Debt 6/30/23	% Applicable (1)	City's Share of Debt 6/30/23
Marin Community College District	\$569,640,000	3.033%	\$17,277,181
Tamalpais Union High School District	74,340,000	5.065	3,765,321
Reed Union School District	14,995,000	26.129	3,918,044
Marin Healthcare District	464,745,000	3.630	16,870,244
Belvedere-Tiburon Library Community Facilities District No. 95-1	410,000	30.075	123,308
Marin County Open Space Community Facilities District No. 1993-1	870,904	35.836	312,097
Marin County Open Space Community Facilities District No. 1997-1	870,904	35.836	312,097
City of Belvedere 1915 Act Bonds	10,205,000	100.	10,205,000
Marin Emergency Radio Authority Parcel Tax Obligations	26,295,000	0.912	<u>239,810</u>
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$53,023,102
<u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Marin County General Fund Obligations	\$73,930,000	3.029%	\$2,239,340
Marin County Pension Obligation Bonds	52,050,000	3.029	1,576,595
Marin Community College District General Fund Obligations	11,268,897	3.033	341,786
City of Belvedere General Fund Obligations	1,842,000	100.	<u>1,842,000</u>
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$5,999,721
TOTAL DIRECT DEBT			\$1,842,000
TOTAL OVERLAPPING DEBT			\$57,180,823
COMBINED TOTAL DEBT			\$59,022,823 (2)

- (1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.
- (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Ratios to Assessed Valuation:

Total Overlapping Tax and Assessment Debt	1.83%
Total Direct Debt (\$1,842,000)	0.06%
Combined Total Debt.....	2.04%

Source: Avenu Insights & Analytics
 California Municipal Statistics, Inc.

**City of Belvedere
Demographic and Economic Statistics
Last Ten Fiscal Years**

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (2)	Median Age (5)	**Public School Enrollment	County Unemployment Rate (%) (3)	City Unemployment Rate (%) (4)	County Population (1)
2013-14	2,094	\$ 264,608,310	\$ 126,365	55.2	5,616	5.0%	3.9%	255,846
2014-15	2,121	284,498,617	134,134	56.8	5,711	3.3%	3.9%	258,927
2015-16	2,162	263,709,928	121,975	56.1	6,023	3.5%	3.9%	262,274
2016-17	2,172	277,680,404	127,845	57.7	6,223	3.2%	3.5%	263,604
2017-18	2,135	290,334,145	135,988	56.7	6,272	2.3%	3.5%	263,886
2018-19	2,148	308,104,867	143,438	53.5	6,407	1.9%	2.3%	262,879
2019-20	2,124	316,867,644	149,184	52.6	6,431	10.3%	2.5%	260,831
2020-21	2,066	332,684,860	161,028	50.7	6,371	6.7%	4.8%	257,774
2021-22	2,080	384,717,216	184,960	49.3	6,082	1.8%	4.8%	257,135
2022-23	2,045	441,182,983	215,737	49.9	5,861	3.0%	4.8%	252,959

Source: Avenu Insights & Analytics, U.S. Census Bureau, 2010 American Community Survey.
The California Department of Finance demographics estimates now incorporate 2010 Census counts as the benchmark.
1.) Population Projections are provided by the California Department of Finance Projections.
2.) Income Data is provided by the U.S. Census Bureau, 2010 American Community Survey.
3.) County Unemployment Data is provided by the EDD's Bureau of Labor Statistics Department.
4.) City Unemployment Data is provided by the Sperling's BestPlaces.
5.) Median Age reflects the U.S. Census data estimation table.
**Student Enrollment reflects the total number of students enrolled in the Reed Union Elem & Tamalpais Union High School Districts.

City of Belvedere
Principal Employers

The City of Belvedere is primarily residential; this table is not applicable to our community.

**City of Belvedere
Full-time-Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years**

<u>Function/Program</u>	Full-time-Equivalent Employees as of June 30									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General government										
City Manager's Office	2	2	2	2	2	2	2	2	2	2
Finance	2	2	2	2	2	1	1	1	1	1
Planning	2.5	1.5	2.5	2.5	2.5	3	3	4	4	4
Public Safety										
Officers	6	6	6	5	5	7	7	7	6	6
Civilians	-	-	-	-	-	1	1	1	1	1
Building Inspection	2.5	2.5	2.5	2.5	2.5	3	2	3	3	3
Public Works										
Engineering	1	1	1	1	-	-	-	-	-	-
Public Works	4	3	4	4	4	4	4	4	4	4
Total	<u>20</u>	<u>18</u>	<u>20</u>	<u>19</u>	<u>18</u>	<u>21</u>	<u>20</u>	<u>22</u>	<u>21</u>	<u>21</u>

Source: City Finance Department

**City of Belvedere
Operating Indicators by Function/Program
Last Ten Fiscal Years**

<u>Function/Program</u>	Fiscal year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General government										
Building permits issued	264	280	297	230	239	268	284	205	267	287
Building inspections conducted	1,892	2,573	2,375	1,946	2,325	2,607	2,320	2,551	2,568	2,196
Police										
Physical arrests	2	5	1	7	4	8	10	15	10	10
Parking violations	6	20	23	113	200	270	386	571	427	232
Traffic violations	31	4	1	22	40	12	47	56	82	98
Public Works										
Encroachment permits issued	640	692	608	486	334	534	606	560	528	584
Road closures	44	97	75	56	40	44	44	35	27	57
Planning Department										
Applications received	353	333	316	436	377	537	460	264	433	420
Applications approved	303	297	271	389	313	428	455	230	339	425

Source: City Finance Department

**City of Belvedere
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years**

<u>Function/Program</u>	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol officers	6	6	6	6	7	7	7	7	7	7
Other public works										
Streets (miles)	13	13	13	13	13	13	13	13	13	13
Lanes	17	17	17	17	17	17	17	17	17	17
Storm drain inlets	250	250	250	250	250	250	250	250	250	250
Parks and recreation										
Acreage	2	2	2	2	2	2	2	2	2	2
Playgrounds	1	1	1	1	1	1	1	1	1	1
Tennis courts	1	1	1	1	1	1	1	1	1	1

Source: City Finance Department

This Page Left Intentionally Blank