

Town of Tiburon

Tiburon, California

Annual Financial Report

For the Year Ended June 30, 2022



Town of Tiburon
Basic Financial Statements
For the Year Ended June 30, 2022

Table of Contents

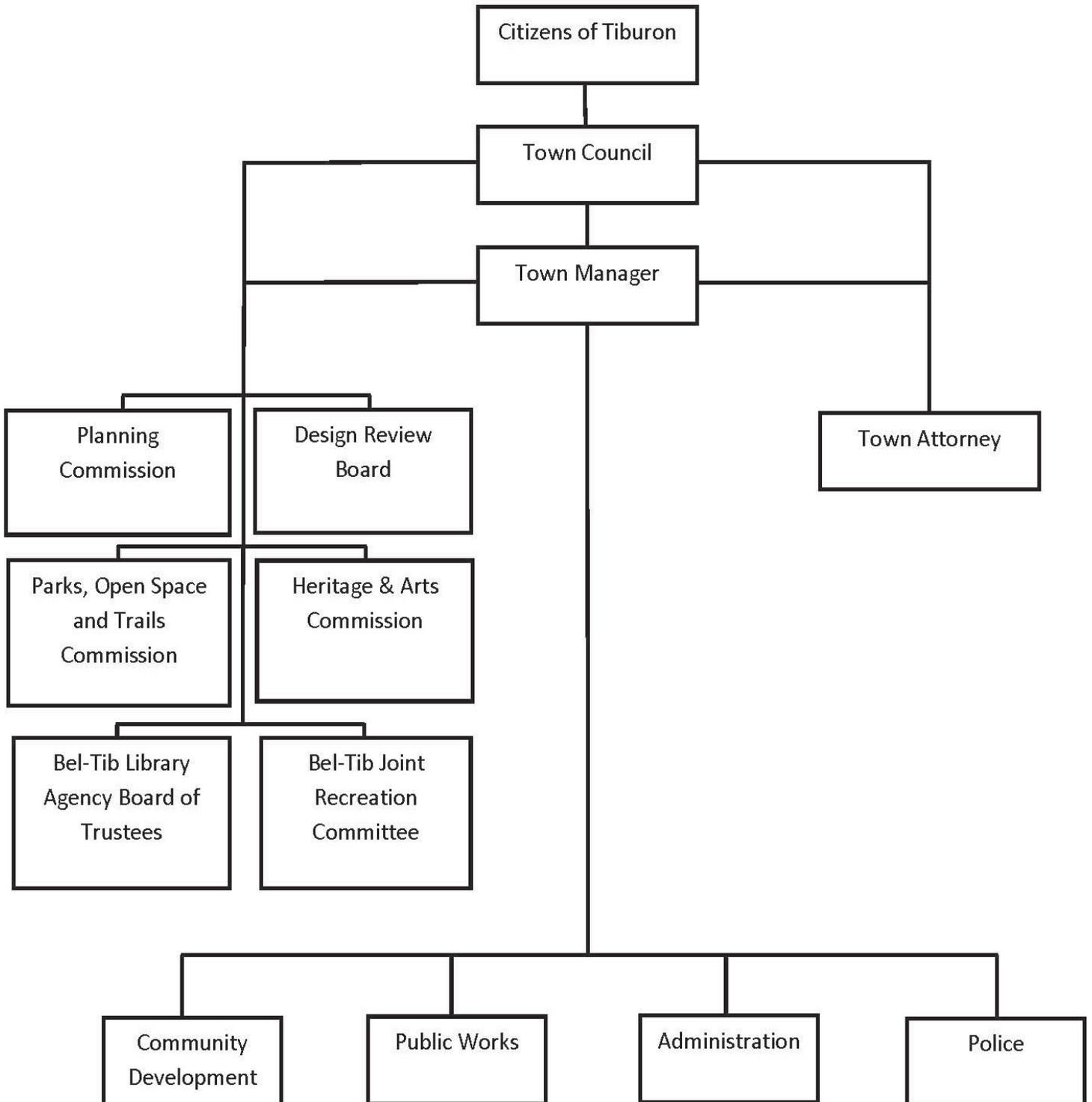
	<u>Page</u>
Town Organization Chart	i
Town Officials	ii
Independent Auditors' Reports on the Audit of the Financial Statements	1
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	9
Statement of Activities	10
Fund Financial Statements:	
Governmental Fund Financial Statements:	
Balance Sheet	17
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position	18
Statement of Revenues, Expenditures, and Changes in Fund Balances	19
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities	20
Fiduciary Fund Financial Statements:	
Statement of Fiduciary Net Position	23
Statement of Changes in Fiduciary Net Position	24
Notes to the Basic Financial Statements	29
Required Supplementary Information (Unaudited):	
Budgetary Comparison Schedules:	
General Fund	67
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual TAM Safe Routes to School Special Revenue Fund	68
Notes to the Budgetary Comparison Schedules	69
Schedule of the Town's Proportionate Share of the Net Pension Liability and Related Ratios	70
Schedule of Contributions – Pensions	72
Schedule of Changes in Net Other Postemployment Benefit Liability and Related Ratios	74
Schedule of Contributions – Other Postemployment Benefits	75

Town of Tiburon
Basic Financial Statements
For the Year Ended June 30, 2022

Table of Contents (Continued)

	<u>Page</u>
Supplementary Information:	
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:	
Tiburon Street Impact Mitigation Capital Projects Fund	79
General Fund:	
Combining Balance Sheet.....	80
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	83
Nonmajor Governmental Funds:	
Combining Balance Sheet.....	89
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	94
Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	
<i>Nonmajor Special Revenue Funds:</i>	
Cypress Hollow LLD Special Revenue Fund.....	99
Paula Little Flower Special Revenue Fund.....	100
County Measure A Parks Special Revenue Fund	101
State Per Capital Grant (Parks) Special Revenue Fund.....	102
State Gas Tax Special Revenue Fund.....	103
County Measure A Sales Tax Special Revenue Fund	104
County Measure B VLF Fee Special Revenue Fund.....	105
Road Maintenance and Rehabilitation Special Revenue Fund.....	106
American Rescue Plan Act Special Revenue Fund	107
Public Art Project Special Revenue Fund.....	108
State Office of Emergency Services Special Revenue Fund	109
Town Owned Housing Units Capital Projects Fund.....	110
Heritage and Arts Project Capital Projects Fund.....	111
Low and Moderate Income Housing Capital Projects Fund.....	112
Tiburon Playground Improvements Capital Projects Fund	113
Tiburon Parks In-Lieu Capital Projects Fund.....	114
Open Space Acquisition Capital Projects Fund.....	115
Tiburon Planning Area Capital Projects Fund.....	116
Storm Water Run Off Impact Capital Projects Fund.....	117
Tiburon Circulation System Capital Projects Fund	118
Bunch Grass Mitigation Capital Projects Fund	119
Tiburon Long Range Plan Capital Projects Fund.....	120
Custodial Funds:	
Combining Statement of Fiduciary Net Position.....	122
Combining Statement of Changes in Fiduciary Net Position	124

Town Organization Chart



Town of Tiburon

Officials of the Town of Tiburon

June 30, 2022

TOWN COUNCIL

Holli Thier – Mayor

Jon Welner – Vice Mayor

Alice Fredricks – Councilmember

Jack Ryan – Councilmember

ADMINISTRATION AND DEPARTMENT HEADS

Town Manager – **Gregory Chanis**

Town Attorney – **Benjamin Stock**

Town Clerk – **Lea Stefani**

Chief of Police – **Ryan Monaghan**

Director of Community Development – **Dina Tasini**

Director of Public Works and Town Engineer – **Steven Palmer**

Director of Administrative Services – **Suzanne Creekmore**

Building Official – **Clay Salzman**

INDEPENDENT AUDITORS' REPORT



To the Honorable Mayor and Members of the Town Council
of the Town of Tiburon
Tiburon, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Tiburon (the "Town"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

Implementation of New GASB Pronouncement

As discussed in Note 1 to the basic financial statements, the Town implemented Governmental Accounting Standards Board ("GASB") Statement No. 84, *Fiduciary Activities* and Statement No. 87, *Leases*. Our opinion is not modified with respect to this matter.

Prior Period Adjustments

As discussed in Note 15 to the basic financial statements, the Town recorded prior period adjustments in the amount of \$282,231 and \$2,009,802 in the governmental activities and General Fund, respectively, due to corrections of pension trust, capital assets, claims payable, GASB Statement No. 87, *Leases*, and the close out of custodial funds. Further, the Town recorded prior period adjustment of \$6,886,820 in Fiduciary Funds due to the implementation of GASB Statement No. 84, *Fiduciary Activities*, which should have been implemented during the year ended June 30, 2021, corrections on OPEB and pension trust accounting treatment, the closing of inactive fiduciary funds and the proper recording of investments with fiscal agents. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town'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.

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Budgetary Comparison Schedules, Schedule of the Town's Proportionate Share of the Net Pension Liability and Related Ratios, Schedules of Contributions – Pension, Schedule of Changes in Net OPEB Liability and Related Ratios, and Schedules of Contributions – OPEB, as listed in the accompanying 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.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economical, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The Individual Fund Financial Statement 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 GAAS. In our opinion, the Individual Fund Financial Statement is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2024, on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.



Santa Ana, California
November 27, 2024

This page intentionally left blank.

BASIC FINANCIAL STATEMENTS

This page intentionally left blank.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

This page intentionally left blank.

Town of Tiburon
Statement of Net Position
June 30, 2022

	Primary Government Governmental Activities
ASSETS	
Current assets:	
Cash and investments	\$ 26,924,042
Receivables:	
Accounts	763,205
Grants	312,246
Leases, due within one year	60,647
Due from other agency	79,872
Total current assets	28,140,012
Noncurrent assets:	
Restricted cash and investments	1,634,426
Lease receivable, due in more than one year	1,437,049
Capital assets:	
Nondepreciable	4,490,578
Depreciable, net	31,555,458
Amortizable, net	173,233
Total capital assets	36,219,269
Total noncurrent assets	39,290,744
Total assets	67,430,756
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows of resources related to pensions	2,398,020
Deferred outflows of resources related to other postemployment benefits	267,191
Total deferred outflows of resources	2,665,211
LIABILITIES	
Current liabilities:	
Accounts payable	586,703
Accrued liabilities	224,354
Deposits payable	377,160
Compensated absences, due within one year	74,852
Claims payable, due within one year	85,432
Long-term debt, due within one year	7,785
Total current liabilities	1,356,286
Noncurrent liabilities:	
Compensated absences, due in more than one year	114,762
Claims payable, due in more than one year	167,575
Long-term debt, due in more than one year	108,544
Net pension liability	5,368,043
Net other postemployment benefits liability	591,023
Total noncurrent liabilities	6,349,947
Total liabilities	7,706,233
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows of resources related to leases	1,465,017
Deferred inflows of resources related to pensions	4,809,267
Deferred inflows of resources related to other postemployment benefits	1,555,029
Total deferred inflows of resources	7,829,313
NET POSITION	
Net investment in capital assets	36,102,940
Restricted	4,563,959
Unrestricted	13,893,522
Total net position	\$ 54,560,421

Town of Tiburon
Statement of Activities
For the Year Ended June 30, 2022

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Town administration	\$ 2,301,870	\$ 10,889	\$ 1,314,452	\$ -
Public safety	3,039,165	140,788	886,883	-
Community development	1,499,296	1,747,543	163,469	-
Public works	3,920,683	1,591,327	546,053	-
Non-departmental	1,888,717	-	-	-
Total governmental activities	<u>\$ 12,649,731</u>	<u>\$ 3,490,547</u>	<u>\$ 2,910,857</u>	<u>\$ -</u>

Town of Tiburon
Statement of Activities (Continued)
For the Year Ended June 30, 2022

	Net (Expense) Revenue and Changes in Net Position
Functions/Programs	Total
Governmental Activities:	
General government	\$ (976,529)
Public safety	(2,011,494)
Community development	411,716
Community services	(1,783,303)
Public works	(1,888,717)
Total governmental activities	(6,248,327)
General revenues:	
Taxes:	
Property taxes, levied for general purpose	7,080,456
Transient occupancy taxes	790,709
Sales taxes	845,114
Franchise taxes	869,870
Property transfer tax	330,843
Total taxes	9,916,992
Investment income (loss)	(357,068)
Miscellaneous	578,746
Total general revenues	10,138,670
Changes in net position	3,890,343
Net position - beginning of year, as restated (Note 15)	50,670,078
Net position - end of year	\$ 54,560,421

This page intentionally left blank.

FUND FINANCIAL STATEMENTS

This page intentionally left blank.

GOVERNMENTAL FUND FINANCIAL STATEMENTS

This page intentionally left blank.

**Town of Tiburon
Balance Sheet
Governmental Funds
June 30, 2022**

	General Fund	Special Revenue Funds	Capital Projects Funds	Nonmajor Governmental Funds	Total Governmental Funds
		TAM Safe Routes to School	Tiburon Street Impact Mitigation		
ASSETS					
Cash and investments	\$ 18,862,200	\$ -	\$ 2,711,347	\$ 5,350,495	\$ 26,924,042
Restricted cash and investments	1,634,426	-	-	-	1,634,426
Receivables:					
Accounts	703,553	-	-	59,652	763,205
Grants	4,495	282,051	-	25,700	312,246
Lease	1,497,696	-	-	-	1,497,696
Due from other agency	79,872	-	-	-	79,872
Due from other funds	-	-	-	57,697	57,697
Total Assets	\$ 22,782,242	\$ 282,051	\$ 2,711,347	\$ 5,493,544	\$ 31,269,184
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 315,064	\$ -	\$ 360	\$ 271,279	\$ 586,703
Accrued liabilities	-	224,354	-	-	224,354
Deposit payable	317,620	-	-	59,540	377,160
Due to other funds	-	57,697	-	-	57,697
Total Liabilities	632,684	282,051	360	330,819	1,245,914
Deferred inflow of resources:					
Unavailable revenue	4,495	281,051	-	25,000	310,546
Leases	1,465,017	-	-	-	1,465,017
Total deferred inflow of resources	1,469,512	281,051	-	25,000	1,775,563
Fund balances:					
Restricted	1,634,426	-	-	4,710,982	6,345,408
Committed	11,670,260	-	-	-	11,670,260
Assigned	-	-	2,710,987	451,743	3,162,730
Unassigned	7,375,360	(281,051)	-	(25,000)	7,069,309
Total fund balances (deficit)	20,680,046	(281,051)	2,710,987	5,137,725	28,247,707
Total liabilities and fund balances	\$ 22,782,242	\$ 282,051	\$ 2,711,347	\$ 5,493,544	\$ 31,269,184

Town of Tiburon
Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2022

Total Fund Balances - Total Governmental Funds \$ 28,247,707

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

Capital assets used in governmental activities are not current financial resources and therefore are not reported in governmental funds. Those assets consist of:

Amount reported in government-wide statement of position:

Nondepreciable assets	4,490,578	
Depreciable assets	31,555,458	
Amortizable assets	<u>173,233</u>	36,219,269

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly are not reported as fund liabilities. All liabilities, both current and long-term and related deferred outflows and inflows of resources are reported in the Statement of Net Position.

Long-term liabilities:

Lease liabilities	(116,329)	
Compensated absences	(189,614)	
Claims payable	<u>(253,007)</u>	(558,950)

Pensions:

Deferred outflows of resources related to pensions	2,398,020	
Net pension liabilities	(5,368,043)	
Deferred inflows of resources related to pensions	<u>(4,809,267)</u>	(7,779,290)

Other postemployment benefits:

Deferred outflows of resources related to OPEB	267,191	
Net OPEB liabilities	(591,023)	
Deferred inflows of resources related to OPEB	<u>(1,555,029)</u>	(1,878,861)

Revenue reported as unavailable revenue in the governmental funds when it is not received soon enough after year-end to be considered available. The availability criteria does not apply to the Government-Wide Financial Statements and, therefore, the revenue is recognized when eligibility requirements are met and earned.

310,546

Net position of governmental activities **\$ 54,560,421**

Town of Tiburon
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2022

	General Fund	Special Revenue Funds	Capital Projects Funds	Nonmajor Governmental Funds	Total Governmental Funds
		TAM Safe Routes to School	Tiburon Street Impact Mitigation		
REVENUES:					
Taxes	\$ 9,900,448	\$ -	\$ -	\$ 16,544	\$ 9,916,992
Licenses and permits	1,451,817	-	-	-	1,451,817
Intergovernmental	361,670	1,000	-	2,237,641	2,600,311
Charges for services	902,087	-	863,866	176,789	1,942,742
Use of money and property	(267,538)	-	(28,098)	(61,432)	(357,068)
Fines and forfeitures	95,988	-	-	-	95,988
Miscellaneous	506,927	-	193	71,626	578,746
Total revenues	12,951,399	1,000	835,961	2,441,168	16,229,528
EXPENDITURES:					
Current:					
Town administration	2,080,678	-	-	-	2,080,678
Public safety	3,840,669	-	-	-	3,840,669
Community development	1,318,772	-	-	229,792	1,548,564
Public works	2,142,095	-	-	177,190	2,319,285
Non-departmental	1,472,953	-	-	415,764	1,888,717
Capital outlay	235,841	282,051	25,758	652,304	1,195,954
Debt service:					
Principal retirement	9,449	-	-	-	9,449
Total expenditures	11,100,457	282,051	25,758	1,475,050	12,883,316
REVENUES OVER (UNDER) EXPENDITURES	1,850,942	(281,051)	810,203	966,118	3,346,212
OTHER FINANCING SOURCES (USES):					
Transfers in	742,650	-	-	395,549	1,138,199
Transfers out	-	-	-	(1,138,199)	(1,138,199)
Total other financing sources (uses)	742,650	-	-	(742,650)	-
NET CHANGE IN FUND BALANCES	2,593,592	(281,051)	810,203	223,468	3,346,212
FUND BALANCES (DEFICIT):					
Beginning of year, as restated (Note 15)	18,086,454	-	1,900,784	4,914,257	24,901,495
End of year	\$ 20,680,046	\$ (281,051)	\$ 2,710,987	\$ 5,137,725	\$ 28,247,707

Town of Tiburon
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes
in Fund Balances to the Government-Wide Statement of Activities
For the Year Ended June 30, 2022

Net change in fund balances - total governmental funds: \$ 3,346,212

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount by which capital expenditures exceeded depreciation in the current period:

Capital outlay expenditures	\$ 1,195,954	
Depreciation and amortization expense	<u>(1,940,013)</u>	(744,059)

Certain accrued revenues such as taxes, grants, and City's general billing charges, do not provide current financial resources and therefore, are not reported in the governmental funds as revenues.		310,546
---	--	---------

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

Lease payments		9,449
Change in compensated absences		95,537
Change in claims payable		56,511
Pension expense of CalPERS Plan, net of pension contributions made after measurement date in the amount of \$1,133,060		320,121
OPEB expense, net of OPEB contributions made after the measurement period in the amount of \$266,151		<u>496,026</u>

Change in net position of governmental activities		<u><u>\$ 3,890,343</u></u>
--	--	-----------------------------------

FIDUCIARY FUND FINANCIAL STATEMENTS

This page intentionally left blank.

Town of Tiburon
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2022

	Custodial Funds
ASSETS	
Current assets:	
Cash and investments	\$ 632,740
Accounts receivable	16,433
Total current assets	649,173
Noncurrent assets:	
Investments with fiscal agents	11,145,134
Total noncurrent assets	11,145,134
Total assets	\$ 11,794,307
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 55,202
Due to the Town	79,872
Total current liabilities	135,074
Total liabilities	135,074
NET POSITION	
Restricted for	
Individuals, organization, and other governments	11,659,233
Total net position	\$ 11,659,233

Town of Tiburon
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2022

	Custodial Funds
ADDITIONS:	
Assessment revenue collected	\$ 3,165,408
Investment income (loss)	(303,114)
Other additions	156,179
Total additions	3,018,473
DEDUCTIONS:	
Administrative expenses	68,947
Payment of debt service	826,299
Other expenses	2,238,282
Total deductions	3,133,528
Changes in net position	(115,055)
NET POSITION:	
Beginning of year, as restated (Note 15)	11,774,288
End of year	\$ 11,659,233

NOTES TO THE BASIC FINANCIAL STATEMENTS

This page intentionally left blank.

Town of Tiburon
Index to the Notes to the Basic Financial Statements
For the Year Ended June 30, 2022

	<u>Page</u>
Note 1 – Summary of Significant Accounting Policies	29
A. Financial Reporting Entity.....	29
B. Basis of Accounting and Measurement Focus.....	29
C. Cash and Investments	31
D. Fair Value Measurement.....	31
E. Receivables.....	32
F. Lease Receivables.....	32
G. Prepaid Items and Deposits.....	33
H. Interfund Transactions	33
I. Capital Assets	33
J. Unearned and Unavailable Revenue.....	34
K. Compensated Absences Payable.....	34
L. Claims Payable	34
M. Pensions	34
N. Other Postemployment Benefits	35
O. Deferred Outflows/Inflows of Resources	35
P. Long-Term Liabilities.....	36
Q. Lease Liabilities.....	36
R. Net Position	36
S. Fund Balances.....	37
T. Spending Policy.....	37
U. Use of Estimates	38
V. Property Tax Calendar	38
W. Implementation of New GASB Pronouncements.....	38
 Note 2 – Cash and Investments.....	 40
A. Demand Deposits.....	40
B. Investments Authorized by the California Government Code and the Town's Investment Policy.....	41
C. Fair Value Measurement.....	41
D. Risk Disclosures	41
E. Investment in Local Agency Investment Fund (“LAIF”).....	43
F. Investments Held in Section 115 Trust.....	43
 Note 3 – Lease Receivables and Lease-Related Deferred Inflows of Resources	 43
 Note 4 – Interfund Transactions	 44
A. Transfers	44
 Note 5 – Capital Assets.....	 45
 Note 6 – Long-Term Liabilities	 46

Town of Tiburon
Index to the Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

	<u>Page</u>
Note 7 – Special Assessment District Bond Obligations	47
A. Virginia Undergrounding District No. 2017-2.....	47
B. Tiburon Public Financing Authority 2016 Refunding Revenue Bonds.....	47
C. Hawthorne Terrace Underground Assessment District No. 2017-1	47
Note 8 – Risk Management and Self Insurance Program	48
A. Description of Self-Insurance Programs.....	48
Note 9 – Defined Benefit Pension Plans	48
A. General Information about the Pension Plan	48
B. Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension	50
Note 10 – Other Postemployment Benefits (“OPEB”) Plan	55
A. General Information about the OPEB Plan.....	55
B. Net OPEB Liability.....	55
C. Changes in the Net OPEB Liability	57
D. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB	58
Note 11 – Joint Ventures	58
A. General.....	58
B. Belvedere-Tiburon Joint Recreation Committee (“the Ranch”).....	59
C. Belvedere-Tiburon Library Agency (“BTLA”).....	59
D. Tiburon Peninsula Traffic Relief JPA (“Yellow Bus”)	59
E. The Marin County Hazardous and Solid Waste Joint Powers Authority (dba “Zero Waste Marin”).....	60
F. Marin Emergency Radio Authority (“MERA”).....	60
Note 12 – Classification of Fund Balances	61
Note 13 – Commitments and Contingencies	62
A. Commitments.....	62
B. Contingencies	62
C. Grants.....	62
Note 14 – Individual Fund Disclosure	62
Note 15 – Prior Period Adjustment	63
A. Government-Wide Financial Statements	63
B. Governmental Fund Financial Statements.....	63
C. Custodial Fund Financial Statements	63

Town of Tiburon
Notes to the Basic Financial Statements
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies

The basic financial statements of the Town of Tiburon, California, (the “Town”) have been prepared in accordance with accounting principles generally accepted in the United States (“U.S. GAAP”) as applied to governmental agencies. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the Town’s significant policies:

A. Financial Reporting Entity

The Town was incorporated in 1964, under the laws of the State of California and enjoys all the rights and privileges applicable to a charter Town. It is governed by an elected four-member council. As required by U.S. GAAP these financial statements present the Town (the primary government and its component units). The component units discussed below are included in the reporting entity because of their operational or financial relationships with the Town.

In evaluating how to define the Town for financial reporting purposes, management has considered all potential component units. The primary criteria for including a potential component unit within the reporting entity are the governing body’s financial accountability and a financial benefit or burden relationship and whether it is misleading to exclude. A primary government is financially accountable and shares a financial benefit or burden relationship, if it appoints a voting majority of an organization’s governing body and it is able to impose its will on the organization, or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government. A primary government may also be financially accountable if an organization is fiscally dependent on the primary government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the primary government.

Related Organizations - Jointly Governed Organizations:

The Town participates in several Joint Powers Agreements (JPAs). The financial activities of the JPAs are not included in the accompanying financial statements because they are administered by governing boards which are separate from, and independent of the Town. See Note 11 for further discussion on the JPAs.

B. Basis of Accounting and Measurement Focus

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

Government-Wide Financial Statements

The government-wide financial statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the Town’s assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities 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. Fiduciary activities of the Town are not included in these statements.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

B. Basis of Accounting and Measurement Focus (Continued)

Government-Wide Financial Statements (Continued)

Certain types of transactions are reported as program revenues for the Town in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Certain eliminations have been made in regards to interfund activities, payables and receivables. The following interfund activities have been eliminated:

- Due from and to other funds, which are short-term loans within the primary government
- Except between Governmental, transfers in and out, which are flows of assets between funds without the requirement for repayment

Governmental Fund Financial Statements

All governmental funds are accounted for on a spending, or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, current liabilities, and deferred inflows of resources are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances presents increases (revenue and other financing sources) and decreases (expenditures and other financing uses) in fund balances. 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 those revenues subject to accrual (generally 60 days after year-end) which are recognized when measurable and available. The primary revenue sources that have been treated as susceptible to accrual by the Town are property taxes, intergovernmental revenues and other taxes. Business license fees are recorded as received. Expenditures are recorded in the accounting period in which the related fund liability is incurred. An exception to this general rule is principal and interest on long-term debt which is recognized when due.

Reconciliations of the fund financial statements to the government-wide financial statements are provided to explain the differences.

The Town reports the following major Governmental Funds:

General Fund – The General Fund is the Town’s principal operating fund. It accounts for all revenues and expenditures used to finance the traditional services associated with a municipal government except those required to be accounted for in another fund.

TAM Safe Routes to School Special Revenue Fund – To account for Transportation Authority of Marin (TAM) funds and other grants to develop safe routes to school.

Tiburon Street Impact Mitigation Capital Projects Fund – To account for the collection of impact fees from permits issued for construction projects within the Town limits, whose use is restricted for street projects.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

B. Basis of Accounting and Measurement Focus (Continued)

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Position and a Statement of Changes in Fiduciary Net Position. The Town's fiduciary funds represent custodial funds, which are accounted for on the full accrual basis of accounting where the assets associated with the activity are controlled by the Town and the assets are not derived 1) solely from the government's own-source revenues or 2) from government-mandated nonexchange transactions or voluntary nonexchange transactions.

The Town reports the following fiduciary funds:

Custodial Funds – To accounts for assets administered by the Town in a trustee capacity or as an agent for other governments and the Town does not have administrative involvement or direct financial involvement. In addition, the assets are not derived from the Town's provision of goods or services to those individuals, organizations, or other governments. The custodial funds account for the deposits for individuals and organizations and the debt service and related expenses for primarily special assessment districts.

C. Cash and Investments

Deposits in financial institutions, money market funds, and the State Treasurer's investment pool are reported as cash and investments since funds can spend cash at any time without prior notice or penalty. All investments with fiscal agents are also considered cash equivalents if they are liquid. Investments are stated at fair value.

Certain cash and investments of the Town are classified as restricted because their uses are limited by revenue sources. When an expense is incurred for purposes for which there are both restricted and unrestricted cash assets available, restricted cash is used first, then unrestricted cash as it is needed.

D. Fair Value Measurement

Investments, unless otherwise specified, recorded at fair value in the financial statements, are categorized based upon the level of judgment associated with the inputs used to measure their fair value.

The three levels of the fair value measurement hierarchy are described below:

- Level 1 – Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.
- Level 2 – Inputs, other than quoted prices included in Level 1, that are observable for the assets or liabilities through corroboration with market data at the measurement date.
- Level 3 – Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the assets or liabilities at the measurement date.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

E. Receivables

Property, sales, and use taxes related to the current fiscal year are accrued as revenue, and accounts receivable are considered available if received within 60 days of fiscal year end. Federal and State grants are considered receivable and accrued as revenue when reimbursable costs are incurred under the accrual basis of accounting in the government-wide statement of net position. The amount recognized as revenue under the modified accrual basis of accounting is limited to the amount that is deemed measurable and available. The Town considers these taxes available if they are received during the period when settlement of prior fiscal year accounts payable and payroll charges normally occur. Grants, entitlements, or shared revenue are recorded as receivables and revenue in the general, special revenue, and capital projects funds when they are received or susceptible to accrual.

Allowance for Doubtful Accounts

Management has elected to record bad debts using the direct write-off method. U.S. GAAP require that the allowance method be used to reflect bad debts. However, the effect of the use of the direct write-off method is not materially different from the results that would have been obtained had the allowance method been followed.

F. Lease Receivables

The Town is a lessor for leases of land and buildings and recognizes leases receivable and deferred inflows of resources in the financial statements. Variable payments based on future performance or usage of the underlying asset are not included in the measurement of the lease receivable.

At the commencement of a lease, the lease receivable is measured at the present value of payments expected to be received during the lease term. The Town established a threshold of \$5,000 for lease receivables. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflows of resources are initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflows of resources are recognized as revenue over the life of the lease term in a systematic and rational method. The Town used the interest method of revenue recognition.

Key estimates and judgments include how the Town determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The Town uses incremental borrowing rate (IBR) provided by the financial institution at July 1, 2021 for existing leases or the current rate at the time a new lease is executed.
- The lease term includes the noncancelable period of the lease plus any option periods that are likely to be exercised.
- Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The Town monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

G. Prepaid Items and Deposits

Prepaid items are payments made to vendors for services that will benefit periods beyond the fiscal year ended. The Town uses the consumption method to account for prepaid items. Deposits are payments made as a security or in part payment. A non-spendable fund balance has been reported in the governmental funds to show that prepaid items and deposits do not constitute “available spendable resources”, even though they are a component of net current assets.

H. Interfund Transactions

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due from/to other funds” (amounts due within one year), “advances to/from other funds” (non-current portions of interfund lending/borrowing transactions), or “loans to/from other funds” (long-term lending/borrowing transactions as evidenced by loan agreements). These are typically routine and temporary cash flow assistance from the General Fund to other funds in advance of receiving grant funds or other types of revenue.

Transactions which move resources from a fund receiving revenue to the fund through which the resources are expended are recorded as transfers.

I. Capital Assets

Capital assets (including infrastructure) greater than \$5,000 are capitalized and recorded at cost or at the estimated fair value of the assets at the time of acquisition where complete historical records have not been maintained. Donated capital assets are valued at the acquisition value at the date of the donation. The costs of normal maintenance and repairs that do not add to the value of these assets or materially extend assets lives are not capitalized.

Capital assets include public domain (infrastructure) capital assets consisting of certain improvements other than buildings, including roads and bridges, traffic signals, and sewerage and drainage systems.

The Town established a threshold to recognize a right-to-use lease asset (lease asset) in the government-wide financial statements and proprietary fund financial statements for a leased asset over \$5,000. Lease assets are recorded at the amount of the initial measurement of the lease liabilities and adjusted by any lease payments made to the lessor at or before the commencement of the lease term, less any lease incentives received at or before the commencement of the lease term along with any initial direct costs that are ancillary charges necessary to place the lease assets into service. Lease assets are amortized using the straight-line method over the shorter of the lease term or the useful life of the underlying asset, unless the lease contains a purchase option that the Town has determined is reasonably certain of being exercised. In this case, the lease asset is amortized over the useful life of the underlying asset.

All other capital assets used in operations are depreciated over their estimated useful using the straight-line method. The lives used for depreciation purposes are as follows:

Assets	Years
Buildings	50
Building Improvements	20
Improvements other than buildings	35
Infrastructure	50
Equipment and Machinery	5-20

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

I. Capital Assets (Continued)

Right-of-Use Lease Assets

Lease assets are recorded at the amount of the initial measurement of the lease liabilities and adjusted by any lease payments made to the lessor at or before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease term along with any initial direct costs that are ancillary charges necessary to place the lease assets into service. Lease assets are amortized using the straight-line method over the shorter of the lease term or the useful life of the underlying asset, unless the lease contains a purchase option that the City has determined is reasonably certain of being exercised. In this case, the lease asset is amortized over the useful life of the underlying asset.

J. Unearned and Unavailable Revenue

Unearned revenue is reported for transactions for which revenue has not yet been earned. Typical transactions recorded as unearned revenues in the government-wide and fund financial statements are grant revenues received in advance.

In the governmental fund financial statements, unavailable revenue is reported when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The Town reports unavailable revenue when an asset is reported in governmental fund financial statements, but the revenue is not collected within the availability period (within 60 days of year-end).

K. Compensated Absences Payable

Town employees have vested interest in varying levels of vacation and compensatory time based on their length of employment. It is the policy of the Town to pay all accumulated vacation pay when an employee retires or terminates. The long-term amount is included as a liability in the governmental activities of the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

L. Claims Payable

The Town records a liability to reflect an actuarial estimate of ultimate uninsured losses for both general liability claims (including property damage claims) and workers' compensation claims. The estimated liability for workers' compensation claims and general liability claims includes "incurred but not reported" ("IBNR") claims. There is no fixed payment schedule to pay these liabilities.

M. Pensions

For purposes of measuring the aggregate net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plans and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

M. Pensions (Continued)

The following timeframes are used for pension reporting:

Valuation Date	June 30, 2020
Measurement Date	June 30, 2021
Measurement Period	July 1, 2020 to June 30, 2021

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

N. Other Postemployment Benefits

For purposes of measuring the net other postemployment benefits (“OPEB”) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the plans and additions to/deductions from the plans’ fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

The following timeframes are used for OPEB reporting:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2021
Measurement Period	July 1, 2020 to June 30, 2021

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. The first amortized amounts are recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period.

O. Deferred Outflows/Inflows of Resources

The financial statements report separate sections for deferred outflows of resources, and deferred inflows of resources, when applicable.

Deferred Outflows of Resources represent a consumption of net assets that applies to future periods.

Deferred Inflows of Resources represent an acquisition of net assets that applies to future period.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

P. Long-Term Liabilities

Long-term debt and other long-term liabilities are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

Q. Lease Liabilities

The Town recognizes lease liabilities with an initial, individual value of \$5,000 or more with a lease term greater than one year in the government-wide and proprietary fund financial statements. Variable payments based on future performance of the lessee or usage of the underlying asset are not included in the measurement of the lease liability.

At the commencement of a lease, the Town initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made.

Key estimates and judgments related to leases include how the Town determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The Town uses incremental borrowing rate provided by the financial institution at July 1, 2021 for existing leases or the current rate at the time a new lease is executed.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the Town is reasonably certain to exercise.
- Lease payments included in the measurement of the lease payable is composed of fixed payments to the lessor.

The Town monitors changes in circumstances that would require a remeasurement of its lease and will remeasure any lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

R. Net Position

The government-wide financial statements utilize a net position presentation. Net position represents the difference between assets plus deferred outflow of resources, as compared to liabilities plus deferred inflow of resources, and is displayed in the following three components:

Net Investment in Capital Assets – this component groups all capital assets, reduced by accumulated depreciation and amortization, and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of the assets.

Restricted – this component represents net position that is subject to constraints either (1) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation.

Unrestricted – this component represents net position of the Town that is not restricted for any other purpose.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

S. Fund Balances

Governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned, based primarily on the extent to which the Town is bound to honor constraints on how specific amounts can be spent and are described as follows:

Nonspendable – Nonspendable fund balances include amounts that cannot be spent because they are not in a spendable form, such as unrestricted loans receivable or prepaid items, or because resources legally or contractually must remain intact.

Restricted – Restricted fund balances are the portion of fund balance that have externally enforceable limitations on their usage through legislation or limitations imposed by creditors, grantor, laws and regulations of other governments or enabling legislation.

Committed – Committed fund balances are self-imposed limitations by the highest level of decision-making authority, namely the Town Council, prior to the end of the reporting period. Town Council adoption of a resolution is required to commit resources or to rescind the commitment.

Assigned – Assigned fund balances are limitations imposed by management based on the intended use of the funds. Modifications or rescissions of the constraints can be removed by the same type of action that limited the use of the funds. Assignment of resources can be done by the highest level of decision making or by a committee or official designated for that purpose. The Town Council has authorized the Finance Director for that purpose.

Unassigned – Unassigned fund balances represent the residual net resources in excess of the other classifications. 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 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.

T. Spending Policy

Government-Wide Financial Statements

When expenses are incurred for purposes for which both restricted and unrestricted components of net position are available, the Town's practice is to apply the restricted component of net position first, then use the unrestricted component of net position as needed.

Governmental Fund Financial Statements

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, the Town's practice is to apply restricted fund balances first, then use unrestricted fund balances as needed.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

T. Spending Policy (Continued)

Governmental Fund Financial Statements (Continued)

When expenditures are incurred for purposes where only unrestricted fund balances are available, the Town uses the unrestricted resources in the following order, except for instances wherein an ordinance specifies the fund balance:

- Committed
- Assigned
- Unassigned

U. Use of Estimates

The preparation of the basic financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

V. Property Tax Calendar

Property taxes in the State of California are administered for all local agencies at the County level and consist of secured, unsecured, and utility tax rolls. Property taxes attach as an enforceable lien on property as of January 1, each year. Taxes are levied during September of each year and are payable in two installments; the first is due November 1 and delinquent with penalties after December 10; the second is due March 1 and delinquent with penalties after April 10. The County of Marin bills and collects the property taxes and remits them to the Town in installments during the year, net of administrative expenses. Property tax revenue is recognized in the funds in the fiscal year for which the taxes have been levied, provided it is collected within 60 days of the end of the fiscal year.

The County of Marin is permitted by State law (Proposition 13) to levy taxes at 1% of full cash or market value (with some exceptions) pursuant to Article XIII A of the California State Constitution and statutory provisions by the Marin County Assessor and State Board of Equalization.

W. Implementation of New GASB Pronouncements

During the fiscal year ended June 30, 2022, the Town implemented the following new GASB pronouncements:

GASB Statement No. 84 – In January 2017, GASB issued Statement No. 84, *Fiduciary Activities* (GASB Statement No. 84), to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The statement establishes criteria for identifying fiduciary activities of all state and local governments. It also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. See Note 15 for restatement of beginning fiduciary net position as result of implementation.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 1 – Summary of Significant Accounting Policies (Continued)

W. Implementation of New GASB Pronouncements (Continued)

GASB Statement No. 87 – In June 2017, GASB issued Statement No. 87, *Leases* (GASB Statement No. 87), to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It also establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The effective date of GASB Statement No. 87 (as amended by GASB Statement No. 95) is for fiscal years beginning after June 15, 2021. Implementation of this Statement resulted in restatement of beginning balance of lease assets (Note 5) and lease liabilities (Note 6) at July 1, 2021.

GASB Statement No. 90 – In August 2018, GASB issued Statement No. 90, *Majority Equity Interests – an Amendment of GASB Statements No. 14 and No. 61* (GASB Statement No. 90), to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. This statement requires that a component unit in which a government has a 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. Implementation of this statement was not applicable because the Town did not have any majority equity interests.

GASB Statement No. 93 – In March 2020, GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. Some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. The objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR. Implementation of this Statement did not have a significant effect on the Town's financial statements for the fiscal year ended June 30, 2022.

GASB Statement No. 98 – In October 2021, GASB issues Statement No. 98, *The Annual Comprehensive Financial Report*, to establish the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. Implementation of this did not have a material effect on the financial statements for the fiscal year ended June 30, 2022.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 2 – Cash and Investments

The Town maintains a cash and investment pool, which includes cash balances and authorized investments of all funds.

The Town had the following cash and investments at June 30, 2022:

	Government-Wide Statement of Net Position	Fiduciary Fund Statement of Net Position	Total
Unrestricted assets:			
Cash and investments	\$ 26,924,042	\$ 632,740	\$ 27,556,782
Restricted assets:			
Section 115 trust	1,634,426	-	1,634,426
Cash and investments with fiscal agent	-	11,145,134	11,145,134
Total cash and investments	\$ 28,558,468	\$ 11,777,874	\$ 40,336,342

The Town’s cash and investments at June 30, 2022 in more detail:

	Government-Wide Statement of Net Position	Fiduciary Fund Statement of Net Position	Total
Deposits with financial institution	\$ 309,116	\$ 632,740	\$ 941,856
Petty cash	850	-	850
Investments:			
Money market mutual funds	-	11,145,134	11,145,134
Investments Held in Section 115 Trust (Mutual Funds)	1,634,426	-	1,634,426
Local Agency Investment Fund (LAIF)	26,614,076	-	26,614,076
Total cash and investments	\$ 28,558,468	\$ 11,777,874	\$ 40,336,342

A. Demand Deposits

The carrying amounts of the Town’s demand deposits were \$941,856 at June 30, 2022. Bank balances at that date were \$1,132,670, the total amount of which was insured or collateralized with accounts held by the pledging financial institutions in the Town’s name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the Town’s cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the Town’s name.

The fair value of pledged securities must equal at least 110% of the Town’s cash deposits. California law also allows institutions to secure Town deposits by pledging first trust deed mortgage notes having a value of 150% of the Town’s total cash deposits. The Town may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation (“FDIC”). The Town, however, has not waived the collateralization requirements.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 2 – Cash and Investments (Continued)

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

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed	Maximum Investments in One Issuer
United States Treasury securities	5 Years	100%	100%
Federal Agency or United States government sponsored enterprise securities	5 Years	65%	20%
Commercial paper	270 days	15%	5%
Negotiable certificates of deposit	3 Years	25%	5%
Mutual funds and money market funds	N/A	15%	15%
Local Agency Investment Fund ("LAIF")	N/A	100%	None
Joint Powers Authority Pool	N/A	100%	None
N/A - Not Applicable			

*The table is based on state law requirements or investment policy requirements, whichever is more restrictive.

C. Fair Value Measurement

At June 30, 2022, investments are reported at fair value. The City did not have any investments with recurring fair value measurements as of June 30, 2022.

D. Risk Disclosures

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment is, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Town manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The sensitivity of the fair values of the Town's investments (including investments held by bond trustees) to market interest rate fluctuations is as follows:

Investment Type	Remaining Maturity 12 Months or Less
Investments:	
Local Agency Investment Fund	\$ 26,614,076
Investments Held in Section 115 Trust (Mutual Funds)	1,634,426
Investments with fiscal agent:	
Money market funds	11,145,134
Total	\$ 39,393,636

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 2 – Cash and Investments (Continued)

D. Risk Disclosures (Continued)

Disclosures Relating to Credit Risk

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

Investment Type	Fair Value as of June 30, 2022	Minimum Legal Rating	AAA	Not Required to be Rated
Investments:				
Local Agency Investment Fund	\$ 26,614,076	N/A	\$ -	\$ 26,614,076
Investments Held in Section 115 Trust (Mutual Funds)	1,634,426	N/A	-	1,634,426
Investments with fiscal agent:				
Money market funds	11,145,134	AA	11,145,134	-
Total	\$ 39,393,636		\$ 11,145,134	\$ 28,248,502

N/A - Not Applicable

Concentration of Credit Risk

The investment policy of the Town contains limitations on the amount that can be invested in any single issuer as follows: 5% for negotiable certificates of deposit and commercial paper, 15% for money market funds, 20% for federal agencies and US GSEs, and no limit for US Treasury Securities and LAIF. There are no investments in any single issuer that represent 5% or more of total Town investments. Approximately 96% of the Town's cash and investments at fiscal year-end were invested in LAIF.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The California Government Code and the Town's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: "the California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies." California law also allows financial institutions to secure Town deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

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

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 2 – Cash and Investments (Continued)

E. Investment in Local Agency Investment Fund (“LAIF”)

The Town is a voluntary participant in the Local Agency Investment Fund (LAIF). LAIF, established in 1977, is regulated by California Government Code Section 16429 and under the day to day administration of the California State Treasurer. There is a five member Local Investment Advisory Board that is chaired by the State Treasurer. LAIF determines fair value of its investment portfolio based on market quotations for those securities where market quotations are readily available, and on amortized cost or best estimate for those securities where market value is not readily available. LAIF is part of the Pooled Money Investment Account (PMIA) and under the control of the State Treasurer’s Office, which is audited by the Bureau of State Audits on an annual basis. Audited financial statements of PMIA may be obtained from the California State Treasurer.

The fair value of the Town’s investment in this pool is reported in the accompanying financial statements at amounts based upon the Town’s pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. As of June 30, 2022, the Town had \$26,614,076 invested in LAIF. LAIF is reported at amortized cost, which approximates fair value.

F. Investments Held in Section 115 Trust

During the year ended June 30, 2016, the Town established an irrevocable trust for the purpose of accumulating additional resources restricted for retirement benefits. Benefit Trust is the trust administrator while the Town, as the plan administrator, is responsible to provide direction on the usage and distribution of the funds held in the Section 115 Trust. The Town’s investments in the Section 115 Trust consisted of various publicly available mutual fund investments. During the year ended June 30, 2022, the Town contributed \$50,000 to the Section 115 Trust. At June 30, 2022, the total amount accumulated in the Section 115 Trust was \$1,634,426.

Note 3 – Lease Receivable and Lease-Related Deferred Inflows of Resources

On June 25, 2017, the Town entered into a 20 year lease as Lessor for the use of Sprint Cell Site Copy. The lessee is required to make monthly fixed payments of \$6,957. The lease has an interest rate of 1.80%. For the year ended June 30, 2022, the Town recognized \$91,258 in rental revenue and no interest on the lease, and the outstanding net present value of the lease receivable amount is \$1,497,696.

A summary of changes in lease receivable for the year ended June 30, 2022 is as follows:

Balance July 1, 2021 (as restated)	Additions	Retirements	Balance June 30, 2022	Current Portion	Long-term Portion
\$ 1,556,275	\$ -	\$ (58,579)	\$ 1,497,696	\$ 60,647	\$ 1,437,049

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 3 – Lease Receivable and Lease-Related Deferred Inflows of Resources (Continued)

The future receipts for the lease receivables, including interest, are as follows:

Year Ending June 30,	NPV lease receivable	Interest	Total
2023	\$ 60,647	\$ 26,462	\$ 87,109
2024	65,261	25,333	90,594
2025	70,099	24,118	94,217
2026	75,171	22,815	97,986
2027	80,488	21,418	101,906
2028-2032	491,482	82,551	574,033
2033-2037	654,548	30,822	685,370
Total	<u>\$ 1,497,696</u>	<u>\$ 233,519</u>	<u>\$ 1,731,215</u>

At June 30, 2022, the amounts reported as deferred inflows of resources related to leases will be recognized as lease revenue as follows:

Year Ending June 30,	Principal
2023	\$ 97,776
2024	97,776
2025	97,776
2026	97,776
2027	97,776
2028-2032	488,882
2033-2037	487,255
Total	<u>\$ 1,465,017</u>

Note 4 – Interfund Transactions

A. Transfers

During the year ended June 30, 2022, the Town had the following transfers:

	Transfers In		Total
	General Fund	Nonmajor Governmental Funds	
Transfers Out			
Nonmajor Governmental Funds	\$ 742,650	\$ 395,549	\$ 1,138,199

Transfers totaling \$742,650 from Nonmajor Governmental Funds to the General Fund were made to support safety employees' salaries.

The Nonmajor Governmental Fund had transfers of \$391,549 and \$4,000 related to funding for capital projects and donations for public arts projects, respectively.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 5 – Capital Assets

The summary of changes in governmental activities capital assets for the year ended June 30, 2022 is as follows:

	Balance July 1, 2021 (as restated)	Additions	Deletions	Reclassification	Balance June 30, 2022
Capital assets, not being depreciated:					
Land	\$ 4,087,952	\$ -	\$ -	\$ -	\$ 4,087,952
Construction in progress	84,730	987,060	-	(669,164)	402,626
Total capital assets, not being depreciated	4,172,682	987,060	-	(669,164)	4,490,578
Capital assets, being depreciated:					
Building and improvements	9,029,516	-	-	51,894	9,081,410
Furniture and equipment	3,134,121	84,658	-	-	3,218,779
Infrastructure	67,967,935	124,236	-	617,270	68,709,441
Total capital assets, being depreciated	80,131,572	208,894	-	669,164	81,009,630
Less accumulated depreciation for:					
Building and improvements	(3,392,727)	(174,434)	-	-	(3,567,161)
Furniture and equipment	(2,814,872)	(97,719)	-	-	(2,912,591)
Infrastructure	(41,320,996)	(1,653,424)	-	-	(42,974,420)
Total accumulated depreciation	(47,528,595)	(1,925,577)	-	-	(49,454,172)
Total capital assets, being depreciated, net	32,602,977	(1,716,683)	-	669,164	31,555,458
Intangible assets, being amortized:					
Right to use lease assets - building and improvements	187,669	-	-	-	187,669
Total intangible assets, being amortized	187,669	-	-	-	187,669
Less accumulated amortization for:					
Right to use lease assets - building and improvements	-	(14,436)	-	-	(14,436)
Total accumulated amortization	-	(14,436)	-	-	(14,436)
Total intangible assets, being amortized, net	187,669	(14,436)	-	-	173,233
Governmental activities capital assets, net	\$ 36,963,328	\$ (744,059)	\$ -	\$ -	\$ 36,219,269

Depreciation and amortization expense was charged to functions/programs of governmental activities for the year ended June 30, 2022 as follows:

Town administration	\$ 279,606
Public safety	2,919
Public works	1,657,488
Total depreciation and amortization expense - governmental activities	\$ 1,940,013

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 6 – Long-Term Liabilities

Summary of changes in long-term liabilities for governmental activities for the year ended June 30, 2022 is as follows:

	Balance			Balance June 30, 2022	Due within One Year	Due in More Than One Year
	July 1, 2021 (as restated)	Additions	Deletions			
Governmental Activities:						
Lease liabilities	\$ 125,778	\$ -	\$ (9,449)	\$ 116,329	\$ 7,785	\$ 108,544
Compensated absences	285,151	159,780	(255,317)	189,614	74,852	114,762
Claims payable	309,518	160,833	(217,344)	253,007	85,432	167,575
Total governmental activities	\$ 720,447	\$ 320,613	\$ (482,110)	\$ 558,950	\$ 168,069	\$ 390,881

Lease Liabilities

On July 1, 2014, the Town entered into a 20 year lease for the use of Zelinsky Properties. Interest accrues at 1.43% annum. As of June 30, 2022, the lease has an outstanding liability of \$116,329, and a value of the right-to-use asset of \$187,669 with accumulated amortization of \$14,436.

Principal and interest payments of the lease liability to maturity at June 30, 2022 are as follows:

Year Ending	Principal	Interest	Total
June 30			
2023	\$ 7,785	\$ 1,664	\$ 9,449
2024	8,275	1,552	9,827
2025	8,393	1,434	9,827
2026	8,906	1,314	10,220
2027	9,033	1,186	10,219
2028-2032	50,982	3,880	54,862
2033-2034	22,955	497	23,452
Total	<u>\$ 116,329</u>	<u>\$ 11,527</u>	<u>\$ 127,856</u>

Compensated Absences

The long-term portion of compensated absences payable has been accrued for the Governmental Activities on the Government-Wide Financial Statements. In prior years, the General Fund has typically been used to liquidate the liability. The balance outstanding at June 30, 2022 was \$189,614.

Claims Payable

Refer to Note 8 for more details.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 7 – Special Assessment District Bond Obligations

A. *Virgina Undergrounding District No. 2017-2*

The Virgina Undergrounding District No. 2017-2 was formed to finance improvements to underground existing overhead utilities within the district. On April 3, 2019, 2019 Series B Limited Obligation Improvement Bonds were issued in the amount of \$1,336,824. The debt service payments on the bonds will be included on property tax bills within community facilities district and will be collected by the Town and then forwarded to the paying agent. A reserve fund was established in which the Town may make withdrawals enough to cover any delinquent payments on the reassessments. The Town has no liability for the bonds beyond the amount held in the reserve fund. The bonds are not secured by the general taxing power of the Town, county, state, or any political subdivision of the state nor have the Town, county, state, or any political subdivision thereof pledged its full faith and credit for the repayment thereof. Since the Town has no liability for these bonds, the reserve fund and debt service monies are stored in the Custodial Fund and the debt is not included in the financial statements. The outstanding balance at June 30, 2022, was \$1,480,000.

B. *Tiburon Public Financing Authority 2016 Refunding Revenue Bonds*

The Tiburon Public Finance Authority (the “Authority”) was formed to finance the clearance and rehabilitation of areas determined to be in a declining condition in the Town. On August 26, 2016, 2016 Revenue Refunding Bonds were issued in the amount of \$10,505,000. The debt service payments on the bonds will be included on property tax bills within community facilities district and will be collected by the Town and then forwarded to the paying agent. A reserve fund was established in which the Town may make withdrawals enough to cover any delinquent payments on the reassessments. The Town has no liability for the bonds beyond the amount held in the reserve fund. The bonds are not secured by the general taxing power of the Town, county, state, or any political subdivision of the state nor have the Town, county, state, or any political subdivision thereof pledged its full faith and credit for the repayment thereof. Since the Town has no liability for these bonds, the reserve fund and debt service monies are stored in the Custodial Fund and the debt is not included in the financial statements. The outstanding balance at June 30, 2022, was \$8,600,000.

C. *Hawthorne Terrace Underground Assessment District No. 2017-1*

The Hawthorne Terrace Underground Assessment District No. 2017-1 was formed to finance improvements to underground existing overhead utilities within the district. On May 5, 2021, 2021 Series A Limited Obligation Improvement Bonds were issued in the amount of \$7,800,000. The debt service payments on the bonds will be included on property tax bills within community facilities district and will be collected by the Town and then forwarded to the paying agent. A reserve fund was established in which the Town may make withdrawals enough to cover any delinquent payments on the reassessments. The Town has no liability for the bonds beyond the amount held in the reserve fund. The bonds are not secured by the general taxing power of the Town, county, state, or any political subdivision of the state nor have the Town, county, state, or any political subdivision thereof pledged its full faith and credit for the repayment thereof. Since the Town has no liability for these bonds, the reserve fund and debt service monies are stored in the Custodial Fund and the debt is not included in the financial statements. The outstanding balance at June 30, 2022, was \$7,490,000.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 8 – Risk Management and Self Insurance Program

A. Description of Self-Insurance Programs

General Liability Program

The Town participates in the Pooled Liability Assurance Network Joint Powers Authority (“Plan JPA”). The Plan JPA is a joint powers insurance authority consisting of 28 member cities in the San Francisco bay area. Members of Plan JPA collectively share the risk of self-insured losses and purchase a broad range of risk management services including, but not limited to program administration, accounting and finance, claims administration, risk control, loss prevention, actuarial services, training and education, and legal services to support the shared risk programs. The governing body includes one person from each member city, town, or agency with an annual election for the executive committee positions. Financial statements may be obtained from the Plan JPA, 1750 Creekside Oaks Drive, Suite 200, Sacramento, CA, 95833. Additional information concerning the coverage structure is available on the Plan JPA’s website: <https://www.planjpa.org/>.

The Plan JPA provides the Town with coverage for general liability, excess liability, public official bond, property, and crime insurance, with various deductibles. For those liability claims below \$50,000 per occurrence, the Town is self-insured. Plan JPA members may receive rebates when so declared by Plan JPA. In the event excess liability claims exceed available resources, members may be required to make additional contributions.

Workers’ Compensation Program

The Town participates in a joint powers agreement through the Bay Cities Joint Powers Insurance Authority (the “BCJPIA”). Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. The Town currently reports all of its risk management activities in its general fund self-insurance reserve.

BCJPIA was created as a California Public Agency by an agreement between certain public agencies in the San Francisco Bay Area to provide workers’ compensation coverage. BCJPIA is governed by a Board of Directors which is comprised of officials appointed by each member city, town or agency.

The workers’ compensation fund is self-insured for the first \$150,000 of loss per accident; excess coverage policy is provided by an outside insurance carrier up to statutory limits. Financial statements may be obtained from BCJPIA, 1750 Creekside Oaks Drive, Suite 200, Sacramento, California 95833. Additional information concerning the coverage structure is available on the BCJPIA’s website: <https://www.bcjpia.org/>.

Note 9 – Defined Benefit Pension Plans

A. General Information about the Pension Plan

Plan Description

The Town contributes to the California Public Employees’ Retirement System (“CalPERS”), a cost-sharing multiple-employer defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by State statute and Town ordinance. Copies of the CalPERS annual financial report may be obtained from <https://www.calpers.ca.gov/page/forms-publications>.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 9 – Defined Benefit Pension Plans (Continued)

A. General Information about the Pension Plan (Continued)

Employees Covered by Benefit Terms

At June 30, 2020, the following employees were covered by the benefit terms:

	Plans			
	Miscellaneous		Safety	
	Classic	PEPRA	Classic	PEPRA
Active employees	4	22	4	9
Transferred and terminated employees	15	7	15	3
Retired Employees and Beneficiaries	56	0	41	0
Total	75	29	60	12

Benefits Provided

CalPERS provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Classic miscellaneous members become eligible for service retirement upon attainment of age 55 with at least 5 years of credited service. PEPRA miscellaneous members become eligible for service retirement upon attainment of age 62 with at least 5 years of service. Classic safety members become eligible for service retirement upon attainment of age 50 with at least five years of service. PEPRA safety members become eligible for service retirement upon attainment of age 57 with at least five years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, an final compensation. The final compensation is the monthly average of the member's highest 36 full-time equivalent monthly pay.

Section 20814(c) of the California Public Employees' Retirement Law ("PERL") 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. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The Town is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Following are the benefit provisions for each plan:

	Plans			
	Miscellaneous		Safety	
	Classic	PEPRA	Classic	PEPRA
Benefit formula	2% @ 55	2% @ 62	3.0% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service
Benefit payments	Monthly for life	Monthly for life	Monthly for life	Monthly for life
Retirement age	Minimum 50 yrs	Minimum 52 yrs	Minimum 50 yrs	Minimum 50 yrs
Employee contribution rate	7.00%	6.75%	9.00%	13.00%
Employer contribution rate	10.88%	7.59%	20.64%	13.13%
Final Annual Compensation	1 year	3 year	1 year	1 year

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 9 – Defined Benefit Pension Plans (Continued)

A. General Information about the Pension Plan (Continued)

Benefit Provided (Continued)

Participants are eligible for non-industrial disability retirement if they become disabled and have at least 5 years of credited service. There is no special age requirement. The standard non-industrial disability retirement benefit is a monthly allowance equal to 1.8 percent of final compensation, multiplied by service. Industrial disability benefits are not offered to miscellaneous employees.

An employee's beneficiary may receive the basic death benefit if the employee dies while actively employed. The employee must be actively employed with the Town to be eligible for this benefit. An employee's survivor who is eligible for any other pre-retirement death benefit may choose to receive that death benefit instead of this basic death benefit. The basic death benefit is a lump sum in the amount of the employee's accumulated contributions, where interest is currently credited at 7.5 percent per year, plus a lump sum in the amount of one month's salary for each completed year of current service, up to a maximum of six months' salary. For purposes of this benefit, one month's salary is defined as the member's average monthly full-time rate of compensation during the 12 months preceding death.

Upon the death of a retiree, a one-time lump sum payment of \$500 will be made to the retiree's designated survivor(s), or to the retiree's estate.

Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance. Beginning the second calendar year after the year of retirement, retirement and survivor allowances will be annually adjusted on a compound basis by 2 percent.

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

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The June 30, 2020 valuation was rolled forward to determine June 30, 2021 total pension liability based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table ¹	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.5% thereafter

¹The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2017 CalPERS Experience Study for the period from 1997 to 2015. Pre- retirement and Post-retirement mortality rates include 15 years of projected mortality improvement using 90% of Scale MP-2016 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 December 2017 that can be found on the CalPERS website.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 9 – Defined Benefit Pension Plans (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension (Continued)

Change of Assumption

In 2021, there were no changes in assumptions.

Long-Term Expected Rate of Return

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

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

Asset Class ¹	Current Target Allocation	Real Return Years 1-10 ²	Real Return Years 11+ ³
Public Equity	50.00%	4.80%	5.98%
Fixed Income	28.00%	1.00%	2.62%
Inflation Assets	0.00%	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Estate	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%
	<u>100%</u>		

¹ In the CalPERS's 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.

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

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

Discount Rate

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

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 9 – Defined Benefit Pension Plans (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension (Continued)

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

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

	Plan's Aggregate Net Pension Liability		
	Discount Rate - 1% (6.15%)	Current Discount Rate (7.15%)	Discount Rate + 1% (8.15%)
	Miscellaneous Plan	\$ 5,529,798	\$ 2,752,305
Safety Plan	5,414,258	2,615,738	317,100
Total	\$ 10,944,056	\$ 5,368,043	\$ 773,291

Pension Plan Fiduciary Net Position

Detail information about the plan's fiduciary net position is available in the separately issued CalPERS financial report and can be obtained from CalPERS' website under Forms and Publications.

Proportionate Share of Net Pension Liability and Pension Expense

The following table shows the plan's proportionate share of the risk pool collective net pension liability over the measurement period:

	Miscellaneous Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
	Balance at 6/30/20 (Valuation Date)	\$ 21,160,617	\$ 16,274,044
Balance at 6/30/21 (Measurement Date)	21,036,693	18,284,388	2,752,305
Net Changes during 2020-2021	(123,924)	2,010,344	(2,134,268)
	Safety Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
	Balance at 6/30/21 (Valuation Date)	\$ 19,298,128	\$ 14,458,060
Balance at 6/30/22 (Measurement Date)	20,790,048	18,174,310	2,615,738
Net Changes during 2021-2022	1,491,920	3,716,250	(2,224,330)

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 9 – Defined Benefit Pension Plans (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension (Continued)

Proportionate Share of Net Pension Liability and Pension Expense

The following is the approach established by the plan actuary to allocate the net pension liability and pension expense to the individual employers within the risk pool.

- (1) In determining a cost-sharing plan’s proportionate share, total amounts of liabilities and assets are first calculated for the risk pool as a whole on the valuation date (June 30, 2020). The risk pool’s fiduciary net position (“FNP”) subtracted from its total pension liability (“TPL”) determines the net pension liability (“NPL”) at the valuation date.
- (2) Using standard actuarial roll forward methods, the risk pool TPL is then computed at the measurement date (June 30, 2021). Risk pool FNP at the measurement date is then subtracted from this number to compute the NPL for the risk pool at the measurement date. For purposes of FNP in this step and any later reference thereto, the risk pool’s FNP at the measurement date denotes the aggregate risk pool’s FNP at June 30, 2021 less the sum of all additional side fund (or unfunded liability) contributions made by all employers during the measurement period (2020-2021).
- (3) The individual plan’s TPL, FNP and NPL are also calculated at the valuation date. TPL is allocated based on the rate plan’s share of the actuarial accrued liability. FNP is allocated based on the rate plan’s share of the fair value assets.
- (4) Two ratios are created by dividing the plan’s individual TPL and FNP as of the valuation date from (3) by the amounts in step (1), the risk pool’s total TPL and FNP, respectively.
- (5) The plan’s TPL as of the Measurement Date is equal to the risk pool TPL generated in (2) multiplied by the TPL ratio generated in (4). The plan’s FNP as of the Measurement Date is equal to the FNP generated in (2) multiplied by the FNP ratio generated in (4) plus any additional side fund (or unfunded liability) contributions made by the employer on behalf of the plan during the measurement period.
- (6) The plan’s NPL at the Measurement Date is the difference between the TPL and FNP calculated in (5).

Deferred outflows of resources, deferred inflows of resources, and pension expense is allocate based on the Town’s share of contributions during measurement period.

The Town’s proportionate share of the net pension liability was as follows:

	Plans		Total
	Miscellaneous	Safety	
June 30, 2021	0.04491%	0.04448%	0.08940%
June 30, 2022	0.05089%	0.04837%	0.09926%
Change - Increase (Decrease)	0.00598%	0.00388%	0.00986%

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 9 – Defined Benefit Pension Plans (Continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension (Continued)

Proportionate Share of Net Pension Liability and Pension Expense (Continued)

The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized over 5-years straight line. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period.

The expected average remaining service lifetime (“EARSL”) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the risk pool. The EARSL for risk pool for the 2020-2021 measurement period is 3.7 years, which was obtained by dividing the total service years of 561,622 (the sum of remaining service lifetimes of the active employees) by 150,648 (the total number of participants: active, inactive, and retired).

For the year ended June 30, 2022, the Town recognized pension expense of \$862,353 for Miscellaneous Plans and pension credit of \$49,414 for Safety Plans. At June 30, 2022, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous Plan		Safety Plan		Total
	Deferred outflows of Resources	Deferred inflows of Resources	Deferred outflows of Resources	Deferred inflows of Resources	
Contributions made after the measurement date	\$ 561,306	\$ -	\$ 571,754	\$ -	\$ 1,133,060
Changes of assumptions	-	-	-	-	-
Difference between expected and actual experience	308,642	-	446,897	-	755,539
Net difference between projected and actual earning on pension plan investments	-	(2,402,617)	-	(1,556,867)	(3,959,484)
Adjustment due to differences in proportions	181,263	-	328,158	-	509,421
Difference between the City's contributions and proportionate share of contributions	-	(341,086)	-	(508,697)	(849,783)
Total	\$ 1,051,211	\$ (2,743,703)	\$ 1,346,809	\$ (2,065,564)	\$ (2,411,247)

Deferred outflows of resources related to pensions resulting from the Town’s contributions made subsequent to the measurement date will be recognized as a reduction of the collective net pension liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Deferred Outflows/(Inflows) of Resources		
	Miscellaneous	Safety	Total
2023	\$ (515,700)	\$ (244,264)	\$ (759,964)
2024	(519,843)	(275,638)	(795,481)
2025	(554,295)	(342,179)	(896,474)
2026	(663,960)	(428,428)	(1,092,388)
2027	-	-	-
Thereafter	-	-	-
Total	\$ (2,253,798)	\$ (1,290,509)	\$ (3,544,307)

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 10 – Other Postemployment Benefits (“OPEB”) Plan

A. General Information about the OPEB Plan

Plan Description

The Town of Tiburon provides retiree medical benefits to employees who retire from the Town at age 50 or later with at least 5 years of service and are eligible for a CalPERS pension. Employees who retire due to disability are also eligible. Dental benefits are not provided to retirees. The amount and type of benefit is contingent upon date of hire.

In addition to the above, retirees with 15 or more years of Town service are eligible to receive a monthly benefit based on the monthly premium charged by CalPERS for Kaiser single person coverage. However, this benefit does not apply to Manager and Mid-Management employees hired after July 1, 2009, Police employees hired after July 1, 2010, or SEIU employees hired after July 1, 2014.

The benefit amount is the below percentage of the Kaiser premium at the time of retirement. The amounts, which are paid by the Town directly to retirees, are fixed at retirement and do not increase in subsequent years. The benefit amount does not decrease at age 65 even though Kaiser Premiums decrease substantially at that age. This benefit continues only for the life of the retiree.

15 – 19 years of service	50%
20 – 24 years of service	75%
25 or more years of service	100%

Retirees may select any retiree medical plan offered by CalPERS, including spouse or family coverage, but must incur the cost of premiums exceeding the above benefits.

Employees Covered by Benefit Term

Active plan members	34
Retired members and beneficiaries	27
Total	61

Contributions

The Town makes contributions based on an actuarially determined rate.

B. Net OPEB Liability

The Town's net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2021.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 10 – Other Postemployment Benefits (“OPEB”) Plan (Continued)

B. Net OPEB Liability (Continued)

Actuarial Assumptions

The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumptions:	
Inflation	2.26%
Discount rate	6.50%, based on the PARS Balanced investment policy.
Salary increases	3.25%, average, including inflation
Healthcare cost trend rate	7.62% (non-Medicare) / 5.15% (Medicare) in 2023, decreasing gradually to an ultimate rate of 4.00% by 2070.
Mortality rate	Derived using CalPERS’ Membership Data for all Funds.

Long-Term Expected Rate of Return

As of June 30, 2021, the long-term expected rates of return for each major investment class in the Plan’s portfolio are as follows:

Asset Class	Current Target Allocation	Long-Term Expected Real Rate of Return ¹
Equity	58.0%	5.66%
Fixed Income	35.0%	1.41%
REITs	2.0%	5.06%
Cash	5.0%	0.00%
	100.0%	

¹JPMoran arithmetic Long Term Capital Market assumptions and expected inflation of 2.26%

The above table shows the target asset allocation in the PARS Balanced investment policy.

Discount Rate

The discount rate is based on a blend of the long-term expected rate of return on assets for benefits covered by plan assets and a yield or index for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or better for benefits not covered by plan assets.

Above are the arithmetic long-term expected real rates of return by asset class for the next 10 years as provided in a report by JP Morgan. For years thereafter, returns were based on historical average index real returns over the last 30 years assuming a similar equity/fixed investment mix and a 2.26% inflation rate. Investment expenses were assumed to be 10 basis points per year. These returns were matched with cash flows for benefits covered by plan assets and the Bond Buyer 20-Bond General Obligation index was matched with cash flows not covered by plan assets to measure the reasonableness of the choice in discount rate.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 10 – Other Postemployment Benefits (“OPEB”) Plan (Continued)

C. Changes in the Net OPEB Liability

	Increase (Decrease)		
	Total OPEB Liability	Fiduciary Net Position	Net OPEB Liability
Balances as of June 30, 2020	\$ 3,821,640	\$ 2,513,798	\$ 1,307,842
Changes during the measurement period:			
Service cost	132,881	-	132,881
Interest	250,469	-	250,469
Differences between expected and actual experience	(203,069)	-	(203,069)
Change of assumptions	(103,278)	-	(103,278)
Contributions:			
Employer - City's contribution	-	205,559	(205,559)
Employer - implicit subsidy	-	-	-
Employee	-	-	-
Net investment income	-	595,249	(595,249)
Benefit payments, including refunds of employee Contributions	(205,559)	(205,559)	-
Implicit rate subsidy fulfilled	-	-	-
Administrative expenses	-	(6,986)	6,986
Net changes during measurement period 2020-2021	(128,556)	588,263	(716,819)
Balances as of June 30, 2021 (Measurement Date)	<u>\$ 3,693,084</u>	<u>\$ 3,102,061</u>	<u>\$ 591,023</u>

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

The net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (5.50%) or one percentage point higher (7.50%) follows:

Net OPEB Liability/(Asset)		
Discount Rate - 1% (5.50%)	Current Discount Rate (6.50%)	Discount Rate + 1% (7.50%)
\$ 1,030,952	\$ 591,023	\$ 223,641

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

The net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than current healthcare cost trend rates follows:

Net OPEB Liability/(Asset)		
Healthcare		
1% Decrease (4.25% to 4.00%)	Cost Trend Rate (5.75% to 4.00%)	1% Increase (6.70% to 4.00%)
\$ 336,072	\$ 591,023	\$ 905,631

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 10 – Other Postemployment Benefits (“OPEB”) Plan (Continued)

D. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2022, the Town recognized an OPEB credit of \$229,875. At June 30, 2022, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred outflows of Resources	Deferred inflows of Resources
OPEB contributions after measurement date	\$ 266,151	\$ -
Changes of assumptions	-	(968,579)
Difference between expected and actual experience	1,040	(271,390)
Difference between projected and actual earning on OPEB plan investments	-	(315,060)
Total	\$ 267,191	\$ (1,555,029)

Deferred outflows of resources related to OPEB resulting from Town’s contributions subsequent to the measurement date in the amount of \$266,151 will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Measurement Period Ending June 30,	Deferred Outflows/ (Inflows) of Resources
2022	\$ (442,428)
2023	(442,802)
2024	(375,860)
2025	(158,532)
2026	(67,600)
Thereafter	(66,767)
	\$ (1,553,989)

Note 11 – Joint Ventures

A. General

The City participates in the jointly governed organizations discussed below through formally organized and separate entities established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, these entities exercise full powers and authorities within the scope of the related Joint Powers Agreements including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued. Each joint organization is governed by a board consisting of representatives from member municipalities. Each board controls the operations of the respective joint organization, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on that board. Obligations and liabilities of this joint organization are not the City’s responsibility and the City does not have an equity interest in the assets of each joint organization except upon dissolution of the joint organization.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 11 – Joint Ventures (Continued)

B. Belvedere-Tiburon Joint Recreation Committee (“the Ranch”)

In June 1975 the City of Belvedere and Town of Tiburon entered into a Joint Powers Agreement that established the Belvedere-Tiburon Joint Recreation Committee. The purpose of the agreement was to create a recreation committee that would formulate, administer and operate recreation programs and facilities for the residents of Belvedere and Tiburon. Although we are still officially Belvedere-Tiburon Joint Recreation Committee, in 2013 we changed our name to The Ranch. Our name pays homage to the Hilarita Dairy and Ranch that once operated on our land.

The governing committee consists of nine members, four appointed by the City of Belvedere (one of which is a council member), four appointed by the Town of Tiburon (one of which is a council member) and a ninth member appointed by and being a member of the Reed Union School District.

Through the years it has been expressly understood that the purpose of creating a separate public entity was to ensure that recreation services for Tiburon Peninsula residents would be supported by participant fees rather than subsidized by tax dollars. The Town’s contribution to the Ranch is to the use of the Town-owned facility located at 600 Ned’s Way.

The financial statements of the Ranch are available at the Ranch office at 600 Ned's Way, Tiburon, CA, 94920 and online at www.theranchtoday.org.

C. Belvedere-Tiburon Library Agency (“BTLA”)

The Belvedere Tiburon Library Agency (“BTLA”) is a Joint Powers Agency formed by the City of Belvedere and the Town of Tiburon. As the governing body of the library, the BTLA oversees the library's operations and development.

The BTLA Board consists of three Trustees appointed by the elected Belvedere City Council, three Trustees appointed by the elected Tiburon Town Council, and one Trustee appointed by the elected Reed Union School District Board. Trustees receive no compensation, health, or retirement benefits.

The Board is responsible for personnel, the collection of tax monies, budget development, operation and expenditure of money for the Library's development, operation and maintenance. The Town’s contribution to the BTLA was \$150,000 as a special contribution for the library expansion project for the year ended June 30, 2022. The financial statements of the BTLA are available at the BTLA’s office at 1501 Tiburon Blvd., Tiburon, CA 94920 and online at www.beltiblibrary.org.

D. Tiburon Peninsula Traffic Relief JPA (“Yellow Bus”)

In April 2016, the Town of Tiburon, the City of Belvedere and Reed Union School District voted to form the Tiburon Peninsula Traffic Relief Joint Powers Authority (“Yellow Bus”) to coordinate efforts to reduce school-related congestion on Tiburon Boulevard. The Town’s contribution to the Yellow Bus was \$169,789 for the year ended June 30, 2022. Financial statements of the Yellow Bus can be obtained the Tiburon City Hall at 1505 Tiburon Boulevard, Tiburon, CA, 94920.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 11 – Joint Ventures (Continued)

E. The Marin County Hazardous and Solid Waste Joint Powers Authority (dba “Zero Waste Marin”)

The Marin County Hazardous and Solid Waste Joint Powers Authority (dba “Zero Waste Marin”) is the formal name for the Marin Hazardous and Solid Waste Joint Powers Authority. Zero Waste Marin was established by the County of Marin, local cities, and waste franchising districts to finance, prepare and implement source reduction and recycling elements on a county-wide integrated waste management plan as required by State Assembly Bill 939. Zero Waste Marin is funded through a surcharge on waste haulers, and by grants. No contribution was made by the Town for the year ended June 30, 2022. Financial statements of Zero Waste Marin can be obtained at 3501 Civic Center Drive, San Rafael, California 94903.

F. Marin Emergency Radio Authority (“MERA”)

Marin Emergency Radio Authority (“MERA”) was formed on February 28, 1998, by the County of Marin and 25 local agencies within the County to plan, finance, implement, manage, own, and operate a County-wide public safety and emergency radio system. The Governing Board consists of one representative from each member. In February 2010, MERA refinanced its 1999 Revenue Bonds; the 1999 bonds were originally issued in the amount of \$26,940,000 to finance the acquisition of the system. The 2010 refunding bonds were issued at a premium of \$934,832 above their par value of \$18,575,000.

These bonds mature annually through 2021 and bear interest from 2% to 4%. Similar to the original bonds, the refunding bonds are special obligations of MERA and are secured by the Members’ service payments. On February 1, 2007, MERA borrowed \$2,250,000 from Citizens Business Bank. The note is being amortized over 14 ½ years at an annual interest rate of 4.43%. Loan Payments are funded by member operating payments. The costs of maintenance, operation, and debt service are divided on a pro rata share based on an agreed-upon formula established by a majority of the Governing Board. The members entered into a Project Operating Agreement on February 1, 1999.

Under the Operating Agreement, members are obligated to contribute service payments to cover the Authority’s operations and debt service. The first operating service payment was in July 1999. The first debt service payment was in August 2002. For the fiscal year ended June 30, 2022, the Town contributed \$53,945 to the MERA operating fund and \$5,076 for a 2007 Bank Note for new project financing. The Town has established a reserve to pay future service payments. Financial statements of the MERA can be obtained at 95 Rowland Way, Novato, California 94945.

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 12 – Classification of Fund Balances

At June 30, 2022, fund balances are classified in the governmental funds as follows:

	General Fund	TAM Safe Routes to School Special Revenue Fund	Tiburon Street Impact Capital Projects Fund	Nonmajor Governmental Funds	Total
Restricted:					
PARS Section 115 Trust	\$ 1,634,426	\$ -	\$ -	\$ -	\$ 1,634,426
Cypress Hollow LLD-98	-	-	-	4,760	4,760
State Gas Tax	-	-	-	1,432,258	1,432,258
County Measure A Sales Tax	-	-	-	534,646	534,646
County Measure B VLF Fee	-	-	-	32,208	32,208
Road Maintenance and Rehabilitation	-	-	-	336,687	336,687
Low and Moderate Income Housing	-	-	-	1,168,698	1,168,698
Tiburon Parks In-lieu	-	-	-	40,451	40,451
Open Space Acquisition	-	-	-	206,530	206,530
Tiburon Planning Area	-	-	-	197,328	197,328
Storm Water Run Off Impact	-	-	-	171,382	171,382
Tiburon Circulation System	-	-	-	139,545	139,545
Bunch Grass Mitigation	-	-	-	139,789	139,789
Tiburon Long Range Planning	-	-	-	306,700	306,700
Total restricted	<u>1,634,426</u>	<u>-</u>	<u>-</u>	<u>4,710,982</u>	<u>6,345,408</u>
Committed:					
General Operation	3,000,000	-	-	-	3,000,000
Employee Compensated Leave	192,072	-	-	-	192,072
Public Works Yard Improvement	3,497,788	-	-	-	3,497,788
Self Insurance	438,183	-	-	-	438,183
Capital Equipment Replacement	611,867	-	-	-	611,867
Technology Fund	637,703	-	-	-	637,703
Park Improvements	409,247	-	-	-	409,247
Open Space Management	25,141	-	-	-	25,141
Disaster Response	99,560	-	-	-	99,560
Street Drainage	1,409,466	-	-	-	1,409,466
Capital Outlay	1,249,233	-	-	-	1,249,233
Litigation	100,000	-	-	-	100,000
Total committed	<u>11,670,260</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,670,260</u>
Assigned:					
Tiburon Street Impact Mitigation	-	-	2,710,987	-	2,710,987
Paula Little Flower Fund	-	-	-	85,710	85,710
County Measure A Parks Fund	-	-	-	27,333	27,333
Public Art Project	-	-	-	3,950	3,950
Town Owned Housing Units	-	-	-	327,350	327,350
Heritage and Arts Project	-	-	-	5,370	5,370
Tiburon Playground Improvements	-	-	-	2,030	2,030
Total assigned	<u>-</u>	<u>-</u>	<u>2,710,987</u>	<u>451,743</u>	<u>3,162,730</u>
Unassigned (deficit)	<u>7,375,360</u>	<u>(281,051)</u>	<u>-</u>	<u>(25,000)</u>	<u>7,069,309</u>
Total fund balances	<u>\$ 20,680,046</u>	<u>\$ (281,051)</u>	<u>\$ 2,710,987</u>	<u>\$ 5,137,725</u>	<u>\$ 28,247,707</u>

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 13 – Commitments and Contingencies

A. Commitments

The Town had no material commitments as of June 30, 2022.

B. Contingencies

The Town is a defendant in a number of lawsuits, which have arisen in the normal course of business. While substantial damages are alleged in some of these actions, their outcome cannot be predicted with certainty.

C. Grants

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies. While no matters of noncompliance were disclosed by the audit of the financial statements or single audit of the Federal grant programs, grantor agencies may subject grant programs to additional compliance tests, which may result in disallowed costs. In the opinion of management, future disallowances of current or prior grant expenditures, if any, would not have a material adverse effect on the financial position of the Town.

Note 14 – Individual Fund Disclosure

Funds with deficit fund balances at June 30, 2022 are as follows:

Fund	Deficit
TAM Safe Routes to School Special Revenue Fund	\$ (281,051)
State Per Capital Grant (Parks) Special Revenue Fund	(25,000)
Peninsula Library JPA Custodial Fund	(39,518)

The Town plans to eliminate the deficit fund balances with future grant and assessment revenues.

The following funds exceeded appropriation amounts for the year ended June 30, 2022:

Fund	Appropriations	Expenditures	Excess of Expenditures Over Appropriations
Nonmajor Governmental Funds:			
Paula Little Flower Special Revenue Fund	\$ 8,000	\$ 12,400	\$ (4,400)
County Measure A Parks Special Revenue Fund	75,000	118,122	(43,122)
Heritage and Arts Project Capital Projects Fund	-	5,000	(5,000)

Town of Tiburon
Notes to the Basic Financial Statements (Continued)
For the Year Ended June 30, 2022

Note 15 – Prior Period Adjustments

A. Government-Wide Financial Statements

The Town had the following prior period adjustments for the government-wide beginning net position at July 1, 2021:

	Total Governmental Funds
Net position at July 1, 2021, as previously reported	\$ 50,387,847
Correction on pension trust accounting treatment	1,785,409
Non-depreiable assets	84,730
Depreiable and amortizable assets	375,136
Depreciation and amortization	(1,752,141)
Claims payable	(86,518)
Lease liabilities	(125,778)
Remove inactive Custodial Funds to General Fund	1,393
Net position at July 1, 2021, as restated	\$ 50,670,078

B. Governmental Fund Financial Statements

The beginning fund balance was restated as following:

	General Operations	Self Insurance Reserve	Total General Funds
Net position at July 1, 2021, as previously reported	\$ 7,459,970	\$ 230,531	\$ 16,076,652
Correction on pension trust accounting treatment	1,785,409	-	1,785,409
Claims payable	-	223,000	223,000
Remove inactive Custodial Funds to General Fund	1,393	-	1,393
Net position at July 1, 2021, as restated	\$ 9,246,772	\$ 453,531	\$ 18,086,454

C. Custodial Fund Financial Statements

The beginning fund balance was restated as following:

	Other Post Emoloyeement Benefits Trust Fund	Pension Trust Fund	Custodial Funds	Total Fiduciary Funds
Net position at July 1, 2021, as previously reported	\$ 3,102,061	\$ 1,785,407	\$ -	\$ 4,887,468
Correction on OPEB trust accounting treatment	(3,102,061)	-	-	(3,102,061)
Correction on pension trust accounting treatment	-	(1,785,407)	-	(1,785,407)
GASB No. 84, <i>Fiduciary Activities</i> , implementation	-	-	3,108,745	3,108,745
Investments with fiscal agents	-	-	8,666,936	8,666,936
Remove inactive Custodial Funds to General Fund	-	-	(1,393)	(1,393)
Net position at July 1, 2021, as restated	\$ -	\$ -	\$ 11,774,288	\$ 11,774,288

This page intentionally left blank.

**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

This page intentionally left blank.

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Taxes	\$ 9,171,495	\$ 9,171,495	\$ 9,900,448	\$ 728,953
Licenses and permits	893,250	893,250	1,451,817	558,567
Intergovernmental	299,595	299,595	361,670	62,075
Charges for services	584,860	584,860	902,087	317,227
Use of money and property	129,200	129,200	(267,538)	(396,738)
Fines and forfeitures	105,250	105,250	95,988	(9,262)
Miscellaneous	344,157	344,157	506,927	162,770
Total revenues	<u>11,527,807</u>	<u>11,527,807</u>	<u>12,951,399</u>	<u>1,423,592</u>
EXPENDITURES:				
Current:				
Town administration	2,202,630	2,318,554	2,080,678	237,876
Public safety	4,132,571	4,209,664	3,840,669	368,995
Community development	1,373,202	1,377,143	1,318,772	58,371
Public works	2,497,511	2,581,140	2,142,095	439,045
Non-departmental	1,646,513	2,252,513	1,472,953	779,560
Capital outlay	525,100	525,100	235,841	289,259
Debt service:				
Principal retirement	-	-	9,449	(9,449)
Total expenditures	<u>12,377,527</u>	<u>13,264,114</u>	<u>11,100,457</u>	<u>2,163,657</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(849,720)</u>	<u>(1,736,307)</u>	<u>1,850,942</u>	<u>3,587,249</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	100,000	100,000	742,650	642,650
Transfers out	(100,000)	(100,000)	-	100,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>742,650</u>	<u>742,650</u>
NET CHANGE IN FUND BALANCE	<u>\$ (849,720)</u>	<u>\$ (1,736,307)</u>	<u>2,593,592</u>	<u>\$ 4,329,899</u>
FUND BALANCE:				
Beginning of year, as restated (Note 15)			<u>18,086,454</u>	
End of year			<u>\$ 20,680,046</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
TAM Safe Routes to School Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 1,000	\$ 1,000
Total revenues	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
EXPENDITURES:				
Capital outlay	354,208	354,208	282,051	72,157
Total expenditures	<u>354,208</u>	<u>354,208</u>	<u>282,051</u>	<u>72,157</u>
NET CHANGE IN FUND BALANCE	<u>\$ (354,208)</u>	<u>\$ (354,208)</u>	(281,051)	<u>\$ 73,157</u>
FUND BALANCE (DEFICIT):				
Beginning of year			-	
End of year			<u>\$ (281,051)</u>	

Town of Tiburon
Required Supplementary Information
Notes to the Budgetary Comparison Schedules
For the Year Ended June 30, 2022

Budget and Budgetary Accounting

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

- Prior to the close of each fiscal year, the Town Manager submits to the Town Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed revenue and expenditures.
- Public hearings are conducted at Town Council meetings to obtain taxpayer comments prior to adoption of the budget in June.
- Prior to July 1, the budget is legally adopted for all governmental fund types through Council approved resolution.
- The Town Manager is authorized to transfer budget amounts within and between funds as deemed desirable and necessary in order to meet the Town's needs; however, revisions that alter the total expenditures must be approved by the Town Council. Formal budgetary integration is employed as a management control device during the year for the governmental type funds.
- Budgets for the governmental type funds are adopted on a basis consistent with generally accepted accounting principles. Budgeted amounts presented are as originally adopted and as further amended by the Town Council.

Town of Tiburon
Required Supplementary Information
Schedule of the Town's Proportionate Share of the Net Pension Liability and Related Ratios
For the Year Ended June 30, 2022

Last Ten Fiscal Years

California Public Employees' Retirement System Defined Pension Plan

Measurement period	2013-14 ¹	2014-15	2015-16	2016-17	2017-18
Town's proportion of the net pension liability	0.08410%	0.07890%	0.08270%	0.08240%	0.08230%
Town's proportionate share of the net pension liability	\$ 5,232,395	\$ 5,412,997	\$ 7,159,119	\$ 8,168,481	\$ 7,934,808
Town's covered payroll	\$ 3,503,315	\$ 3,297,050	\$ 3,215,899	\$ 3,397,462	\$ 3,626,434
Town's proportionate share of the net pension liability as a percentage of its covered payroll	149%	164%	223%	240%	219%
Plan fiduciary net position as a percentage of the total pension liability	81%	78%	74%	73%	75%

¹ Historical information is presented only for measurement periods after GASB 68 was implemented in 2013-14.

Town of Tiburon
Required Supplementary Information
Schedule of the Town's Proportionate Share of the Net Pension Liability and Related Ratios (Continued)
For the Year Ended June 30, 2022

Last Ten Fiscal Years

California Public Employees' Retirement System Defined Pension Plan

Measurement period	2018-19	2019-20	2020-21
Town's proportion of the net pension liability	0.08550%	0.08940%	0.09926%
Town's proportionate share of the net pension liability	\$ 8,762,867	\$ 9,726,641	\$ 5,368,043
Town's covered payroll	\$ 4,003,145	\$ 3,985,304	\$ 4,011,436
Town's proportionate share of the net pension liability as a percentage of its covered payroll	219%	244%	134%
Plan fiduciary net position as a percentage of the total pension liability	75%	75%	87%

Town of Tiburon
Required Supplementary Information
Schedule of Contributions - Pensions
For the Year Ended June 30, 2022

Last Ten Fiscal Years

California Public Employees' Retirement System Defined Pension Plan

Fiscal year	2014-15 ¹	2015-16	2016-17	2017-18	2018-19
Actuarially determined contribution	\$ 463,611	\$ 553,153	\$ 626,552	\$ 680,145	\$ 807,481
Contributions in relation to the actuarially determined contribution	(463,611)	(753,153)	(816,552)	(880,145)	(807,481)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ (200,000)</u>	<u>\$ (190,000)</u>	<u>\$ (200,000)</u>	<u>\$ -</u>
Covered employee payroll ²	\$ 3,297,050	\$ 3,215,899	\$ 3,397,462	\$ 3,626,434	\$ 4,003,145
Contributions as a percentage of covered payroll	14.06%	23.42%	24.03%	24.27%	20.17%

¹ Historical information is presented only for measurement periods for which GASB 68 is implemented. Additional years will be presented as they become available.

² Includes one year's payroll decrease using 3.25 percent payroll assumption from 2020-21 to 2021-22.

Notes to Schedule:

Change in Benefit Terms: There were no change in benefit term.

Changes of Assumptions: In 2021, 2020 and 2019, there were no changes in assumptions. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.)

Town of Tiburon
Required Supplementary Information
Schedule of Contributions - Pensions (Continued)
For the Year Ended June 30, 2022

Last Ten Fiscal Years

California Public Employees' Retirement System Defined Pension Plan

Fiscal year	2019-20	2020-21	2021-22 ²
Actuarially determined contribution	\$ 920,861	\$ 1,024,311	\$ 1,133,060
Contributions in relation to the actuarially determined contribution	(920,861)	(1,024,311)	(1,133,060)
Contribution deficiency (excess)	\$ -	\$ -	\$ -
Covered employee payroll ²	\$ 3,985,304	\$ 4,011,436	\$ 3,886,441
Contributions as a percentage of covered payroll	23.11%	25.53%	29.15%

² Includes one year's payroll decrease using 3.25 percent payroll assumption from 2020-21 to 2021-22.

Notes to Schedule:

Change in Benefit Terms: There were no change in benefit term.

Changes of Assumptions: In 2021, 2020 and 2019, there were no changes in assumptions. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate. In 2017, the discount rate was reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.)

Town of Tiburon
Required Supplementary Information
Schedule of Changes in Net Other Postemployment Benefits Liability and Related Ratios
For the Year Ended June 30, 2022

Last Ten Fiscal Years

OTHER POSTEMPLOYMENT BENEFITS PLAN

Measurement period	2016-17 ¹	2017-18	2018-19	2019-20	2020-21
Total OPEB liability					
Service cost	\$ 224,595	\$ 102,141	\$ 107,248	\$ 126,553	\$ 132,881
Interest	163,787	235,036	243,714	240,111	250,469
Changes of benefit terms	65,466	-	-	-	-
Changes of assumptions	(2,279,851)	-	(133,281)	-	(103,278)
Differences between expected and actual experience	(56,071)	(44,718)	(83,754)	1,350	(203,069)
Benefit payments, including refunds of employee contributions	(119,394)	(135,075)	(193,635)	(224,164)	(205,559)
Net change in total OPEB liability	(2,001,468)	157,384	(59,708)	143,850	(128,556)
Total OPEB liability - beginning	5,581,592	3,580,124	3,737,508	3,677,800	3,821,650
Total OPEB liability - ending (a)	\$ 3,580,124	\$ 3,737,508	\$ 3,677,800	\$ 3,821,650	\$ 3,693,094
Plan fiduciary net position					
Contributions - employer	\$ 1,409,411	\$ 174,596	\$ 886,348	\$ 312,235	\$ 205,559
Net investment income	98,547	89,398	142,931	89,392	595,249
Benefit payments, including refunds of employee contributions	(119,394)	(135,075)	(193,635)	(224,164)	(205,559)
Administrative expenses	(2,083)	(3,642)	(4,990)	(6,077)	(6,986)
Net change in plan fiduciary net position	1,386,481	125,277	830,654	171,386	588,263
Plan fiduciary net position - beginning	-	1,386,481	1,511,758	2,342,412	2,513,798
Plan fiduciary net position - ending (b)	\$ 1,386,481	\$ 1,511,758	\$ 2,342,412	\$ 2,513,798	\$ 3,102,061
Plan net OPEB liability - ending (a) - (b)	\$ 2,193,643	\$ 2,225,750	\$ 1,335,388	\$ 1,307,852	\$ 591,033
Plan fiduciary net position as a percentage of the total OPEB liability	38.73%	40.45%	63.69%	65.78%	84.00%
Covered-employee payroll	\$ 3,853,068	\$ 3,753,084	\$ 3,823,181	\$ 3,864,266	\$ 3,864,266
Plan net OPEB liability as a percentage of covered employee payroll	56.93%	59.30%	34.93%	33.84%	15.29%

¹ Historical information is presented only for measurement periods after GASB 75 was implemented in 2017-18.

Town of Tiburon
Required Supplementary Information
Schedule of Contributions - Other Postemployment Benefits
For the Year Ended June 30, 2022

Last Ten Fiscal Years

OTHER POSTEMPLOYMENT BENEFITS PLAN

Measurement period	2016-17 ¹	2017-18	2018-19	2019-20	2020-21
Actuarially determined contribution	\$ 318,222	\$ 257,809	\$ 254,559	\$ 232,300	\$ 235,373
Contributions in relation to the actuarially determined contribution	1,409,411	174,596	886,348	312,235	205,559
Contribution deficiency (excess)	<u>\$ (1,091,189)</u>	<u>\$ 83,213</u>	<u>\$ (631,789)</u>	<u>\$ (79,935)</u>	<u>\$ 29,814</u>
Covered employee payroll	\$ 3,853,086	\$ 3,753,084	\$ 3,823,181	\$ 3,864,266	\$ 3,839,482
Contributions as a percentage of covered employee payroll	36.58%	4.65%	23.18%	8.08%	5.35%

¹ Historical information is presented only for measurement periods after GASB 75 implementation in 2017-18.

Notes to Schedule:

Valuation date:

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Salary increases	3.25%, average, including inflation
Discount rate	6.50%, net of investment expense, including inflation
Healthcare cost trend rate	7.62% (non-Medicare) / 5.15% (Medicare) in 2023, decreasing gradually to an ultimate rate of 4.04% by 2070.
Retirees' share of cost	Retirees pay the balance of the premium after City contribution of \$873/month pre-medicare or \$331/month post-medicare (additional contributions made in certain cases depending on classification and date of hire).
Mortality rates	2017 CalPERS Mortality Tables

This page intentionally left blank.

SUPPLEMENTARY INFORMATION

This page intentionally left blank.

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Tiburon Street Impact Mitigation Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Charges for services	\$ 420,000	\$ 420,000	\$ 863,866	\$ 443,866
Use of money and property	23,114	23,114	(28,098)	(51,212)
Miscellaneous	-	-	193	193
Total revenues	<u>443,114</u>	<u>443,114</u>	<u>835,961</u>	<u>392,847</u>
EXPENDITURES:				
Capital outlay	220,000	220,000	25,758	194,242
Total expenditures	<u>220,000</u>	<u>220,000</u>	<u>25,758</u>	<u>194,242</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 223,114</u>	<u>\$ 223,114</u>	810,203	<u>\$ 587,089</u>
FUND BALANCE:				
Beginning of year			<u>1,900,784</u>	
End of year			<u>\$ 2,710,987</u>	

Town of Tiburon
Combining Balance Sheet
General Funds
June 30, 2022

	General Operations	Employee Compensated Leave	Public Works Facility	Self Insurance Reserve	Capital Equipment Replacement
ASSETS					
Cash and investments	\$ 10,084,624	\$ 192,072	\$ 3,497,788	\$ 438,957	\$ 615,683
Restricted cash and investments	1,634,426	-	-	-	-
Receivables:					
Accounts	703,553	-	-	-	-
Grants	4,495	-	-	-	-
Leases	1,497,696	-	-	-	-
Due from other agency	79,872	-	-	-	-
Total assets	\$ 14,004,666	\$ 192,072	\$ 3,497,788	\$ 438,957	\$ 615,683
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 232,748	\$ -	\$ -	\$ 774	\$ 3,816
Deposit payable	292,620	-	-	-	-
Total liabilities	525,368	-	-	774	3,816
Deferred inflow of resources:					
Unavailable revenue	4,495	-	-	-	-
Leases	1,465,017	-	-	-	-
Total deferred inflow of resources	1,469,512	-	-	-	-
Fund Balances:					
Committed:					
Operating reserve	3,000,000	-	-	-	-
Employee leave	-	192,072	-	-	-
Public works facility	-	-	3,497,788	-	-
Self insurance	-	-	-	438,183	-
Capital equipment	-	-	-	-	611,867
Technology equipment	-	-	-	-	-
Park improvements	-	-	-	-	-
Open space management	-	-	-	-	-
Disaster response	-	-	-	-	-
Streets and drainage	-	-	-	-	-
Infrastructure	-	-	-	-	-
Litigation	-	-	-	-	-
Restricted:					
PARS Section 115 Trust	1,634,426	-	-	-	-
Unassigned	7,375,360	-	-	-	-
Total fund balances	12,009,786	192,072	3,497,788	438,183	611,867
Total liabilities and fund balances	\$ 14,004,666	\$ 192,072	\$ 3,497,788	\$ 438,957	\$ 615,683

(Continued)

Town of Tiburon
Combining Balance Sheet (Continued)
General Funds
June 30, 2022

	Technology Reserve	Park Improvements	Open Space Management	Disaster Response Reserve	Streets and Drainage Reserve
ASSETS					
Cash and investments	\$ 686,742	\$ 434,247	\$ 25,141	\$ 99,560	\$ 1,427,169
Restricted cash and investments	-	-	-	-	-
Receivables:					
Accounts	-	-	-	-	-
Grants	-	-	-	-	-
Leases	-	-	-	-	-
Due from other agency	-	-	-	-	-
Total assets	\$ 686,742	\$ 434,247	\$ 25,141	\$ 99,560	\$ 1,427,169
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 49,039	\$ -	\$ -	\$ -	\$ 17,703
Deposit payable	-	25,000	-	-	-
Total liabilities	49,039	25,000	-	-	17,703
Deferred inflow of resources:					
Unavailable revenue	-	-	-	-	-
Leases	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-
Fund Balances:					
Committed:					
Operating reserve	-	-	-	-	-
Employee leave	-	-	-	-	-
Public works facility	-	-	-	-	-
Self insurance	-	-	-	-	-
Capital equipment	-	-	-	-	-
Technology equipment	637,703	-	-	-	-
Park improvements	-	409,247	-	-	-
Open space management	-	-	25,141	-	-
Disaster response	-	-	-	99,560	-
Streets and drainage	-	-	-	-	1,409,466
Infrastructure	-	-	-	-	-
Litigation	-	-	-	-	-
Restricted:					
PARS Section 115 Trust	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	637,703	409,247	25,141	99,560	1,409,466
Total liabilities and fund balances	\$ 686,742	\$ 434,247	\$ 25,141	\$ 99,560	\$ 1,427,169

(Continued)

Town of Tiburon
Combining Balance Sheet (Continued)
General Funds
June 30, 2022

	Capital Outlay Reserve	Litigation Reserve	Eliminations	Total General Fund
ASSETS				
Cash and investments	\$ 1,260,217	\$ 100,000	\$ -	\$ 18,862,200
Restricted cash and investments	-	-	-	1,634,426
Receivables:				
Accounts	-	-	-	703,553
Grants	-	-	-	4,495
Leases	-	-	-	1,497,696
Due from other agency	-	-	-	79,872
Total assets	<u>\$ 1,260,217</u>	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 22,782,242</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 10,984	\$ -	\$ -	\$ 315,064
Deposit payable	-	-	-	317,620
Total liabilities	<u>10,984</u>	<u>-</u>	<u>-</u>	<u>632,684</u>
Deferred inflow of resources:				
Unavailable revenue	-	-	-	4,495
Leases	-	-	-	1,465,017
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,469,512</u>
Fund Balances:				
Committed:				
Operating reserve	-	-	-	3,000,000
Employee leave	-	-	-	192,072
Public works facility	-	-	-	3,497,788
Self insurance	-	-	-	438,183
Capital equipment	-	-	-	611,867
Technology equipment	-	-	-	637,703
Park improvements	-	-	-	409,247
Open space management	-	-	-	25,141
Disaster response	-	-	-	99,560
Streets and drainage	-	-	-	1,409,466
Infrastructure	1,249,233	-	-	1,249,233
Litigation	-	100,000	-	100,000
Restricted:				
PARS Section 115 Trust	-	-	-	1,634,426
Unassigned	-	-	-	7,375,360
Total fund balances	<u>1,249,233</u>	<u>100,000</u>	<u>-</u>	<u>20,680,046</u>
Total liabilities and fund balances	<u>\$ 1,260,217</u>	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 22,782,242</u>

(Concluded)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
General Funds
For the Year Ended June 30, 2022

	General Operations	Employee Compensated Leave	Public Works Facility	Self Insurance Reserve	Capital Equipment Replacement
REVENUES:					
Taxes	\$ 9,830,448	\$ -	\$ -	\$ -	\$ -
Licenses and permits	1,451,817	-	-	-	-
Intergovernmental	361,671	-	-	-	-
Charges for services	749,006	-	-	-	-
Use of money and property	(267,538)	-	-	-	-
Fines and forfeitures	95,988	-	-	-	-
Miscellaneous	282,803	-	-	-	149,569
Total revenues	12,504,195	-	-	-	149,569
EXPENDITURES:					
Current:					
Town administration	1,987,665	3,963	-	-	-
Public safety	3,702,624	-	-	-	50,015
Community development	1,301,046	5,077	-	-	-
Public works	2,117,963	6,366	-	-	-
Non-departmental	1,307,606	-	-	15,348	-
Capital outlay	-	-	-	-	84,658
Debt service:					
Principal retirement	9,449	-	-	-	-
Total expenditures	10,426,353	15,406	-	15,348	134,673
REVENUES OVER (UNDER) EXPENDITURES	2,077,842	(15,406)	-	(15,348)	14,896
OTHER FINANCING SOURCES (USES):					
Transfers in	785,172	-	-	-	-
Transfers out	(100,000)	(42,522)	-	-	-
Total other financing sources (uses)	685,172	(42,522)	-	-	-
NET CHANGE IN FUND BALANCES	2,763,014	(57,928)	-	(15,348)	14,896
FUND BALANCES:					
Beginning of year, as restated (Note 15)	9,246,772	250,000	3,497,788	453,531	596,971
End of year	\$ 12,009,786	\$ 192,072	\$ 3,497,788	\$ 438,183	\$ 611,867

(Continued)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
General Funds
For the Year Ended June 30, 2022

	Technology Reserve	Park Improvements	Open Space Management	Disaster Response Reserve	Streets and Drainage Reserve
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 70,000
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	153,081	-	-	-	-
Use of money and property	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Miscellaneous	74,555	-	-	-	-
Total revenues	<u>227,636</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70,000</u>
EXPENDITURES:					
Current:					
Town administration	89,051	-	-	-	-
Public safety	88,030	-	-	-	-
Community development	12,649	-	-	-	-
Public works	14,066	3,700	-	-	-
Non-departmental	-	-	-	-	-
Capital outlay	-	63,443	-	-	39,513
Debt service:					
Principal retirement	-	-	-	-	-
Total expenditures	<u>203,796</u>	<u>67,143</u>	<u>-</u>	<u>-</u>	<u>39,513</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>23,840</u>	<u>(67,143)</u>	<u>-</u>	<u>-</u>	<u>30,487</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>23,840</u>	<u>(67,143)</u>	<u>-</u>	<u>-</u>	<u>30,487</u>
FUND BALANCES:					
Beginning of year, as restated (Note 15)	613,863	476,390	25,141	99,560	1,378,979
End of year	<u>\$ 637,703</u>	<u>\$ 409,247</u>	<u>\$ 25,141</u>	<u>\$ 99,560</u>	<u>\$ 1,409,466</u>

(Continued)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
General Funds
For the Year Ended June 30, 2022

	Capital Outlay Reserve	Litigation Reserve	Eliminations	Total General Fund
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ 9,900,448
Licenses and permits	-	-	-	1,451,817
Intergovernmental	-	-	-	361,671
Charges for services	-	-	-	902,087
Use of money and property	-	-	-	(267,538)
Fines and forfeitures	-	-	-	95,988
Miscellaneous	-	-	-	506,927
Total revenues	-	-	-	12,951,400
EXPENDITURES:				
Current:				
Town administration	-	-	-	2,080,679
Public safety	-	-	-	3,840,669
Community development	-	-	-	1,318,772
Public works	-	-	-	2,142,095
Non-departmental	149,999	-	-	1,472,953
Capital outlay	48,227	-	-	235,841
Debt service:				
Principal retirement	-	-	-	9,449
Total expenditures	198,226	-	-	11,100,458
REVENUES OVER (UNDER) EXPENDITURES	(198,226)	-	-	1,850,942
OTHER FINANCING SOURCES (USES):				
Transfers in	-	100,000	(142,522)	742,650
Transfers out	-	-	142,522	-
Total other financing sources (uses)	-	100,000	-	742,650
NET CHANGE IN FUND BALANCES	(198,226)	100,000	-	2,593,592
FUND BALANCES:				
Beginning of year, as restated (Note 15)	1,447,459	-	-	18,086,454
End of year	<u>\$ 1,249,233</u>	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 20,680,046</u>

(Concluded)

This page intentionally left blank.

NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds:

Special Revenue Funds are used to account for specific revenues that are legally restricted or committed to expenditures for particular purposes.

Cypress Hollow LLD - Established to account for the special assessment tax revenue levied on the Cypress Hollow District residents to pay the maintenance and service of landscaping improvements located within the public right of way, public lots, and dedicated easements within the District.

Paula Little Flower - Established in 2013 to account for a \$10,000 gift from Paula W. Little and other donations to be used for the hanging flower baskets in the Town of Tiburon, including purchasing, repairing, replacing and maintaining the baskets and their contents.

County Measure A Parks - Established by a Grant Agreement in December 2013 to account for the County Measure A sales tax allocated to the Town of Tiburon for managing parks, open space preserves, recreation programs, and vegetation to promote biodiversity and reduce wildfire risk.

State Per Capita Grant (Parks) - To account for per capita park grant funds for improvements to Town public park lands.

State Gas Tax - To account for gas taxes assessed by the State of California and allocated to the City to be used for street maintenance and improvements.

County Measure A Sales Tax - Established in 2005 to account for the Town's share of the county wide ½ cent transaction and use sales tax measure for transportation that passed in 2004 and was renewed as Measure AA in 2018 provided by TAM. The funds allocated to the Town of Tiburon are dedicated for transportation infrastructure (roads) and providing safer access to schools, which is accounted for in the TAM Safe Routes to School mentioned above.

County Measure B VLF Fee - Established by the voters in 2010, this fund accounts for the \$10 increase in the annual vehicle registration fee of Marin County residents to fund transportation improvements. Tiburon's share is received from TAM and is focused on maintaining the following three areas: 1) bicycle, pedestrian and safety improvements on local networks, 2) improve transit for seniors and persons with disabilities, and 3) reduce congestion and pollution.

Road Maintenance and Rehabilitation - This revenue source was established by state Senate Bill 1 (SB 1) to address the significant multi-modal transportation funding shortfalls statewide. Expenditures are prioritized using the Town's Pavement Management System to develop the SB 1 project list.

American Rescue Plan Act - To account for the American Rescue Plan Act (ARPA) Coronavirus State Fiscal Recovery Fund (SFRF) payments to the Town and the related eligible expenditures.

Public Art Project - Guided by the Public Art Program Policy and the Heritage and Arts Commission, special public funding and private funding help promote and pay for public art projects.

State Office of Emergency Services - To account for the revenue received from the State Office of Emergency Services and the related expenditures.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

Nonmajor Capital Projects Funds:

Capital Projects Funds are used to account for resources that are restricted, committed or assigned for the purchase or construction of major capital facilities. Capital Projects Funds are ordinarily not used to account for the acquisition of furniture, fixtures, machinery, equipment and other relatively minor or comparatively short-lived fixed assets.

Town Owned Housing Units - Established to account for the rent revenue and the operating and maintenance cost of each Town owned housing unit.

Heritage and Arts Project - To account for funding and expenditures associated with Heritage and Arts Projects.

Low and Moderate Income Housing - To account for the successor housing agency to the former redevelopment agency low and moderate income housing fund. This fund accounts for all assets, related income from the housing assets, and expenditures supporting the management of existing or creation of new low and moderate income housing units.

Tiburon Playground Improvements - To account for playground improvement projects funded with special funding.

Tiburon Parks In-Lieu - To account for the parks in-lieu fees collected on new development in-lieu of the developer dedicating parkland or building park improvements. The fund tracks how the fees are spent on new park land or improvements according to the original nexus study and in accordance with AB 1600 regarding developer impact fees.

Open Space Acquisition - To account for Open Space Acquisition Impact Fees and track the cost of how those fees are spent on open space land acquisition in accordance with AB 1600 regarding developer impact fees.

Tiburon Planning Area - To account for the Tiburon Planning Area Mitigation Fee and track the cost of how those fees are spent in accordance with AB 1600 regarding developer impact fees.

Storm Water Run Off Impact - To account for Storm Drain Impact Fees and track the cost of how those fees are spent in accordance with AB 1600 regarding developer impact fees.

Tiburon Circulation System - To account for Traffic Impact fees and track the cost of how those fees are spent in accordance with AB 1600 regarding developer impact fees.

Bunch Grass Mitigation - To account for Bunch Grass mitigation impact fees and track the cost of how those fees are spent in accordance with AB 1600 regarding developer impact fees.

Tiburon Long Range Plan - To account for long range plan impact fees and track the cost of how those fees are spent in accordance with AB 1600 regarding developer impact fees.

Town of Tiburon
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

	Special Revenue Funds				
	Cypress Hollow LLD	Paula Little Flower Fund	County Measure A Parks Fund	State Per Capital Grant (Parks)	State Gas Tax
ASSETS					
Cash and investments	\$ 4,660	\$ 89,485	\$ 6,234	\$ -	\$ 1,557,120
Receivables:					
Accounts	100	-	39,435	-	-
Grants	-	-	-	25,700	-
Due from other funds	-	-	-	-	-
Total Assets	<u>\$ 4,760</u>	<u>\$ 89,485</u>	<u>\$ 45,669</u>	<u>\$ 25,700</u>	<u>\$ 1,557,120</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 3,775	\$ 18,336	\$ 25,700	\$ 124,862
Deposits payable	-	-	-	-	-
Total liabilities	<u>-</u>	<u>3,775</u>	<u>18,336</u>	<u>25,700</u>	<u>124,862</u>
Deferred inflow of resources:					
Unavailable revenue	-	-	-	25,000	-
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
Fund Balances:					
Restricted	4,760	-	-	-	1,432,258
Assigned	-	85,710	27,333	-	-
Unassigned	-	-	-	(25,000)	-
Total fund balances	<u>4,760</u>	<u>85,710</u>	<u>27,333</u>	<u>(25,000)</u>	<u>1,432,258</u>
Total liabilities and fund balances	<u>\$ 4,760</u>	<u>\$ 89,485</u>	<u>\$ 45,669</u>	<u>\$ 25,700</u>	<u>\$ 1,557,120</u>

(Continued)

Town of Tiburon
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2022

	Special Revenue Funds				
	County Measure A Sales Tax	County Measure B VLF Fee	Road Maintenance and Rehabilitation	American Rescue Plan Act	Public Art Project
ASSETS					
Cash and investments	\$ 476,949	\$ 32,208	\$ 320,182	\$ 60,076	\$ 3,950
Receivables:					
Accounts	-	-	16,505	-	-
Grants	-	-	-	-	-
Due from other funds	57,697	-	-	-	-
Total Assets	\$ 534,646	\$ 32,208	\$ 336,687	\$ 60,076	\$ 3,950
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 60,076	\$ -
Deposits payable	-	-	-	-	-
Total liabilities	-	-	-	60,076	-
Deferred inflow of resources:					
Unavailable revenue	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-
Fund Balances:					
Restricted	534,646	32,208	336,687	-	-
Assigned	-	-	-	-	3,950
Unassigned	-	-	-	-	-
Total fund balances	534,646	32,208	336,687	-	3,950
Total liabilities and fund balances	\$ 534,646	\$ 32,208	\$ 336,687	\$ 60,076	\$ 3,950

(Continued)

Town of Tiburon
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2022

	Special Revenue Funds		Capital Projects Funds		
	State Office of Emergency Services	Town Owned Housing Units	Heritage and Arts Project	Low and Moderate Income Housing	Tiburon Playground Improvements
ASSETS					
Cash and investments	\$ -	\$ 336,842	\$ 5,370	\$ 1,168,698	\$ -
Receivables:					
Accounts	-	1,582	-	-	2,030
Grants	-	-	-	-	-
Due from other funds	-	-	-	-	-
Total Assets	\$ -	\$ 338,424	\$ 5,370	\$ 1,168,698	\$ 2,030
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 1,534	\$ -	\$ -	\$ -
Deposits payable	-	9,540	-	-	-
Total liabilities	-	11,074	-	-	-
Deferred inflow of resources:					
Unavailable revenue	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-
Fund Balances:					
Restricted	-	-	-	1,168,698	-
Assigned	-	327,350	5,370	-	2,030
Unassigned	-	-	-	-	-
Total fund balances	-	327,350	5,370	1,168,698	2,030
Total liabilities and fund balances	\$ -	\$ 338,424	\$ 5,370	\$ 1,168,698	\$ 2,030

(Continued)

Town of Tiburon
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2022

Capital Projects Funds

	Tiburon Parks In-Lieu	Open Space Acquisition	Tiburon Planning Area	Storm Water Run Off Impact	Tiburon Circulation System
ASSETS					
Cash and investments	\$ 70,451	\$ 206,530	\$ 197,328	\$ 191,382	\$ 139,545
Receivables:					
Accounts	-	-	-	-	-
Grants	-	-	-	-	-
Due from other funds	-	-	-	-	-
Total Assets	\$ 70,451	\$ 206,530	\$ 197,328	\$ 191,382	\$ 139,545
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits payable	30,000	-	-	20,000	-
Total liabilities	30,000	-	-	20,000	-
Deferred inflow of resources:					
Unavailable revenue	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-
Fund Balances:					
Restricted	40,451	206,530	197,328	171,382	139,545
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	40,451	206,530	197,328	171,382	139,545
Total liabilities and fund balances	\$ 70,451	\$ 206,530	\$ 197,328	\$ 191,382	\$ 139,545

(Continued)

Town of Tiburon
Combining Balance Sheet (Continued)
Nonmajor Governmental Funds
June 30, 2022

	Capital Projects Funds		Total Governmental Funds
	Bunch Grass Mitigation	Tiburon Long Range Plan	
ASSETS			
Cash and investments	\$ 139,789	\$ 343,696	\$ 5,350,495
Receivables:			
Accounts	-	-	59,652
Grants	-	-	25,700
Due from other funds	-	-	57,697
Total Assets	<u>\$ 139,789</u>	<u>\$ 343,696</u>	<u>\$ 5,493,544</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 36,996	\$ 271,279
Deposits payable	-	-	59,540
Total liabilities	<u>-</u>	<u>36,996</u>	<u>330,819</u>
Deferred inflow of resources:			
Unavailable revenue	-	-	25,000
Total deferred inflow of resources	<u>-</u>	<u>-</u>	<u>25,000</u>
Fund Balances:			
Restricted	139,789	306,700	4,710,982
Assigned	-	-	451,743
Unassigned	-	-	(25,000)
Total fund balances	<u>139,789</u>	<u>306,700</u>	<u>5,137,725</u>
Total liabilities and fund balances	<u>\$ 139,789</u>	<u>\$ 343,696</u>	<u>\$ 5,493,544</u>

(Concluded)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

	Special Revenue Funds				
	Cypress Hollow LLD	Paula Little Flower Fund	County Measure A Parks Fund	State Per Capital Grant (Parks)	State Gas Tax
REVENUES:					
Taxes	\$ 16,544	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	75,000	85,075	700	229,473
Charges for services	-	-	-	-	-
Use of money and property	(43)	(926)	61	-	(15,799)
Miscellaneous	-	-	-	-	-
Total revenues	<u>16,501</u>	<u>74,074</u>	<u>85,136</u>	<u>700</u>	<u>213,674</u>
EXPENDITURES:					
Current:					
Community development	-	-	-	-	-
Public works	21,606	12,400	118,122	-	25,062
Non-departmental	-	-	-	-	-
Capital outlay	-	-	-	25,700	187,326
Total expenditures	<u>21,606</u>	<u>12,400</u>	<u>118,122</u>	<u>25,700</u>	<u>212,388</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(5,105)</u>	<u>61,674</u>	<u>(32,986)</u>	<u>(25,000)</u>	<u>1,286</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	391,549
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>391,549</u>
NET CHANGE IN FUND BALANCES	(5,105)	61,674	(32,986)	(25,000)	392,835
FUND BALANCES (DEFICIT):					
Beginning of year	9,865	24,036	60,319	-	1,039,423
End of year	<u>\$ 4,760</u>	<u>\$ 85,710</u>	<u>\$ 27,333</u>	<u>\$ (25,000)</u>	<u>\$ 1,432,258</u>

(Continued)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

	Special Revenue Funds				
	County Measure A Sales Tax	County Measure B VLF Fee	Road Mainenance and Rehabilitation	American Rescue Plan Act	Public Art Project
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	180,824	-	188,477	1,086,543	-
Charges for services	-	-	-	-	-
Use of money and property	(5,157)	(315)	(2,943)	(8,926)	(50)
Miscellaneous	-	-	-	-	-
Total revenues	<u>175,667</u>	<u>(315)</u>	<u>185,534</u>	<u>1,077,617</u>	<u>(50)</u>
EXPENDITURES:					
Current:					
Community development	-	-	-	-	-
Public works	-	-	-	-	-
Non-departmental	-	-	-	334,967	-
Capital outlay	239,111	-	200,167	-	-
Total expenditures	<u>239,111</u>	<u>-</u>	<u>200,167</u>	<u>334,967</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(63,444)</u>	<u>(315)</u>	<u>(14,633)</u>	<u>742,650</u>	<u>(50)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	4,000
Transfers out	-	-	-	(742,650)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(742,650)</u>	<u>4,000</u>
NET CHANGE IN FUND BALANCES	(63,444)	(315)	(14,633)	-	3,950
FUND BALANCES:					
Beginning of year	598,090	32,523	351,320	-	-
End of year	<u>\$ 534,646</u>	<u>\$ 32,208</u>	<u>\$ 336,687</u>	<u>\$ -</u>	<u>\$ 3,950</u>

(Continued)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

	Special Revenue Funds		Capital Projects Funds		
	State Office of Emergency Services	Town Owned Housing Units	Heritage and Arts Project	Low and Moderate Income Housing	Tiburon Playground Improvements
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	391,549	-	-	-	-
Charges for services	-	137,991	-	-	-
Use of money and property	-	(3,406)	(28)	(11,459)	-
Miscellaneous	-	-	-	-	-
Total revenues	391,549	134,585	(28)	(11,459)	-
EXPENDITURES:					
Current:					
Community development	-	-	-	11,247	-
Public works	-	-	-	-	-
Non-departmental	-	75,797	5,000	-	-
Capital outlay	-	-	-	-	-
Total expenditures	-	75,797	5,000	11,247	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	391,549	58,788	(5,028)	(22,706)	-
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	-
Transfers out	(391,549)	-	(4,000)	-	-
Total other financing sources (uses)	(391,549)	-	(4,000)	-	-
NET CHANGE IN FUND BALANCES	-	58,788	(9,028)	(22,706)	-
FUND BALANCES:					
Beginning of year	-	268,562	14,398	1,191,404	2,030
End of year	\$ -	\$ 327,350	\$ 5,370	\$ 1,168,698	\$ 2,030

(Continued)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

Capital Projects Funds

	Tiburon Parks In-Lieu	Open Space Acquisition	Tiburon Planning Area	Storm Water Run Off Impact	Tiburon Circulation System
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	38,798	-
Use of money and property	(691)	(2,026)	(1,937)	(1,946)	(1,370)
Miscellaneous	-	-	-	-	-
Total revenues	<u>(691)</u>	<u>(2,026)</u>	<u>(1,937)</u>	<u>36,852</u>	<u>(1,370)</u>
EXPENDITURES:					
Current:					
Community development	-	-	-	-	-
Public works	-	-	-	-	-
Non-departmental	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(691)</u>	<u>(2,026)</u>	<u>(1,937)</u>	<u>36,852</u>	<u>(1,370)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(691)	(2,026)	(1,937)	36,852	(1,370)
FUND BALANCES:					
Beginning of year	41,142	208,556	199,265	134,530	140,915
End of year	<u>\$ 40,451</u>	<u>\$ 206,530</u>	<u>\$ 197,328</u>	<u>\$ 171,382</u>	<u>\$ 139,545</u>

(Continued)

Town of Tiburon
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

	Capital Projects Funds		Total Governmental Funds
	Bunch Grass Mitigation	Tiburon Long Range Plan	
REVENUES:			
Taxes	\$ -	\$ -	\$ 16,544
Intergovernmental	-	-	2,237,641
Charges for services	-	-	176,789
Use of money and property	(1,371)	(3,100)	(61,432)
Miscellaneous	-	71,626	71,626
Total revenues	<u>(1,371)</u>	<u>68,526</u>	<u>2,441,168</u>
EXPENDITURES:			
Current:			
Community development	-	218,545	229,792
Public works	-	-	177,190
Non-departmental	-	-	415,764
Capital outlay	-	-	652,304
Total expenditures	<u>-</u>	<u>218,545</u>	<u>1,475,050</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,371)</u>	<u>(150,019)</u>	<u>966,118</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	395,549
Transfers out	-	-	(1,138,199)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(742,650)</u>
NET CHANGE IN FUND BALANCES	(1,371)	(150,019)	223,468
FUND BALANCES:			
Beginning of year	141,160	456,719	4,914,257
End of year	<u>\$ 139,789</u>	<u>\$ 306,700</u>	<u>\$ 5,137,725</u>

(Concluded)

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Cypress Hollow LLD Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Taxes	\$ 16,500	\$ 16,500	\$ 16,544	\$ 44
Use of money and property	-	-	(43)	(43)
Total revenues	<u>16,500</u>	<u>16,500</u>	<u>16,501</u>	<u>1</u>
EXPENDITURES:				
Current:				
Public works	<u>37,000</u>	<u>37,000</u>	<u>21,606</u>	<u>15,394</u>
Total expenditures	<u>37,000</u>	<u>37,000</u>	<u>21,606</u>	<u>15,394</u>
NET CHANGE IN FUND BALANCE	<u>\$ (20,500)</u>	<u>\$ (20,500)</u>	(5,105)	<u>\$ 15,395</u>
FUND BALANCE:				
Beginning of year			<u>9,865</u>	
End of year			<u>\$ 4,760</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Paula Little Flower Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 75,000	\$ 75,000
Use of money and property	-	-	(926)	(926)
Total revenues	<u>-</u>	<u>-</u>	<u>74,074</u>	<u>74,074</u>
EXPENDITURES:				
Current:				
Public works	8,000	8,000	12,400	(4,400)
Total expenditures	<u>8,000</u>	<u>8,000</u>	<u>12,400</u>	<u>(4,400)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (8,000)</u>	<u>\$ (8,000)</u>	61,674	<u>\$ 69,674</u>
FUND BALANCE:				
Beginning of year			<u>24,036</u>	
End of year			<u>\$ 85,710</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
County Measure A Parks Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ 73,314	\$ 73,314	\$ 85,075	\$ 11,761
Use of money and property	393	393	61	(332)
Total revenues	<u>73,707</u>	<u>73,707</u>	<u>85,136</u>	<u>11,429</u>
EXPENDITURES:				
Current:				
Public works	75,000	75,000	118,122	(43,122)
Total expenditures	<u>75,000</u>	<u>75,000</u>	<u>118,122</u>	<u>(43,122)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,293)</u>	<u>\$ (1,293)</u>	(32,986)	<u>\$ (31,693)</u>
FUND BALANCE:				
Beginning of year			<u>60,319</u>	
End of year			<u>\$ 27,333</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
State Per Capital Grant (Parks) Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ 177,952	\$ 177,952	\$ 700	\$ (177,252)
Total revenues	<u>177,952</u>	<u>177,952</u>	<u>700</u>	<u>(177,252)</u>
EXPENDITURES:				
Capital outlay	178,000	178,000	25,700	152,300
Total expenditures	<u>178,000</u>	<u>178,000</u>	<u>25,700</u>	<u>152,300</u>
NET CHANGE IN FUND BALANCE	<u>\$ (48)</u>	<u>\$ (48)</u>	(25,000)	<u>\$ (24,952)</u>
FUND BALANCE (DEFICIT):				
Beginning of year			-	
End of year			<u>\$ (25,000)</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
State Gas Tax Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ 237,405	\$ 237,405	\$ 229,473	\$ (7,932)
Use of money and property	10,252	10,252	(15,799)	(26,051)
Total revenues	<u>247,657</u>	<u>247,657</u>	<u>213,674</u>	<u>(33,983)</u>
EXPENDITURES:				
Current:				
Public works	110,000	110,000	25,062	84,938
Capital outlay	578,000	578,000	187,326	390,674
Total expenditures	<u>688,000</u>	<u>688,000</u>	<u>212,388</u>	<u>475,612</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(440,343)</u>	<u>(440,343)</u>	<u>1,286</u>	<u>441,629</u>
OTHER FINANCING SOURCES:				
Transfers in	-	-	391,549	391,549
Total other financing sources	<u>-</u>	<u>-</u>	<u>391,549</u>	<u>391,549</u>
NET CHANGE IN FUND BALANCE	<u>\$ (440,343)</u>	<u>\$ (440,343)</u>	<u>392,835</u>	<u>\$ 833,178</u>
FUND BALANCE:				
Beginning of year			<u>1,039,423</u>	
End of year			<u>\$ 1,432,258</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
County Measure A Sales Tax Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ 180,824	\$ 180,824	\$ 180,824	\$ -
Use of money and property	5,225	5,225	(5,157)	10,382
Total revenues	<u>186,049</u>	<u>186,049</u>	<u>175,667</u>	<u>10,382</u>
EXPENDITURES:				
Capital outlay	411,798	411,798	239,111	172,687
Total expenditures	<u>411,798</u>	<u>411,798</u>	<u>239,111</u>	<u>172,687</u>
NET CHANGE IN FUND BALANCE	<u>\$ (225,749)</u>	<u>\$ (225,749)</u>	(63,444)	<u>\$ 183,069</u>
FUND BALANCE:				
Beginning of year			598,090	
End of year			<u>\$ 534,646</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
County Measure B VLF Fee Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 325	\$ 325	\$ (315)	\$ 640
Total revenues	<u>325</u>	<u>325</u>	<u>(315)</u>	<u>640</u>
NET CHANGE IN FUND BALANCE	<u>\$ 325</u>	<u>\$ 325</u>	(315)	<u>\$ 640</u>
FUND BALANCE:				
Beginning of year			<u>32,523</u>	
End of year			<u>\$ 32,208</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Road Maintenance and Rehabilitation Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ 183,266	\$ 183,266	\$ 188,477	\$ 5,211
Use of money and property	3,409	3,409	(2,943)	6,352
Total revenues	<u>186,675</u>	<u>186,675</u>	<u>185,534</u>	<u>11,563</u>
EXPENDITURES:				
Capital outlay	349,939	349,939	200,167	149,772
Total expenditures	<u>349,939</u>	<u>349,939</u>	<u>200,167</u>	<u>149,772</u>
NET CHANGE IN FUND BALANCE	<u>\$ (163,264)</u>	<u>\$ (163,264)</u>	(14,633)	<u>\$ 161,335</u>
FUND BALANCE:				
Beginning of year			<u>351,320</u>	
End of year			<u>\$ 336,687</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
American Rescue Plan Act Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 1,086,543	\$ 1,086,543
Use of money and property	-	-	(8,926)	(8,926)
Total revenues	<u>-</u>	<u>-</u>	<u>1,077,617</u>	<u>1,077,617</u>
EXPENDITURES:				
Current:				
Non-departmental	-	486,899	334,967	151,932
Total expenditures	<u>-</u>	<u>486,899</u>	<u>334,967</u>	<u>151,932</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>(486,899)</u>	<u>742,650</u>	<u>1,229,549</u>
OTHER FINANCING USES:				
Transfers out	-	-	(742,650)	(742,650)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(742,650)</u>	<u>(742,650)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (486,899)</u>	<u>-</u>	<u>\$ 486,899</u>
FUND BALANCE:				
Beginning of year			<u>-</u>	
End of year			<u>\$ -</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Public Art Project Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ -	\$ -	\$ (50)	\$ (50)
Total revenues	<u>-</u>	<u>-</u>	<u>(50)</u>	<u>(50)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES				
	<u>-</u>	<u>-</u>	<u>(50)</u>	<u>(50)</u>
OTHER FINANCING SOURCES:				
Transfers in	-	-	4,000	4,000
Total other financing sources	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>4,000</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>3,950</u>	<u>\$ 3,950</u>
FUND BALANCE:				
Beginning of year			<u>-</u>	
End of year			<u>\$ 3,950</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
State Office of Emergency Services Special Revenue Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 391,549	\$ 391,549
Total revenues	<u>-</u>	<u>-</u>	<u>391,549</u>	<u>391,549</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES				
	<u>-</u>	<u>-</u>	<u>391,549</u>	<u>391,549</u>
OTHER FINANCING USES:				
Transfers out	-	-	(391,549)	(391,549)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(391,549)</u>	<u>(391,549)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
FUND BALANCE:				
Beginning of year			<u>-</u>	
End of year			<u>\$ -</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Town Owned Housing Units Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Charges for service	\$ 144,540	\$ 144,540	\$ 137,991	\$ (6,549)
Use of money and property	2,881	2,881	(3,406)	(6,287)
Miscellaneous	-	-	-	-
Total revenues	<u>147,421</u>	<u>147,421</u>	<u>134,585</u>	<u>(12,836)</u>
EXPENDITURES:				
Current:				
Non-departmental	106,799	106,799	75,797	31,002
Capital outlay	60,000	60,000	-	60,000
Total expenditures	<u>166,799</u>	<u>166,799</u>	<u>75,797</u>	<u>91,002</u>
NET CHANGE IN FUND BALANCE	<u>\$ (19,378)</u>	<u>\$ (19,378)</u>	58,788	<u>\$ 78,166</u>
FUND BALANCE:				
Beginning of year			<u>268,562</u>	
End of year			<u>\$ 327,350</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Heritage and Arts Project Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 113	\$ 113	\$ (28)	\$ (141)
Total revenues	<u>113</u>	<u>113</u>	<u>(28)</u>	<u>(141)</u>
EXPENDITURES:				
Current:				
Non-departmental	-	-	5,000	(5,000)
Total expenditures	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>(5,000)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>113</u>	<u>113</u>	<u>(5,028)</u>	<u>(5,141)</u>
OTHER FINANCING USES:				
Transfers out	-	-	(4,000)	(4,000)
Total other financing uses	<u>-</u>	<u>-</u>	<u>(4,000)</u>	<u>(4,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 113</u>	<u>\$ 113</u>	<u>(9,028)</u>	<u>\$ (9,141)</u>
FUND BALANCE:				
Beginning of year			<u>14,398</u>	
End of year			<u>\$ 5,370</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Low and Moderate Income Housing Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 10,648	\$ 10,648	\$ (11,459)	\$ (22,107)
Total revenues	<u>10,648</u>	<u>10,648</u>	<u>(11,459)</u>	<u>(22,107)</u>
EXPENDITURES:				
Current:				
Community development	11,249	11,249	11,247	2
Total expenditures	<u>11,249</u>	<u>11,249</u>	<u>11,247</u>	<u>2</u>
NET CHANGE IN FUND BALANCE	<u>\$ (601)</u>	<u>\$ (601)</u>	(22,706)	<u>\$ (22,105)</u>
FUND BALANCE:				
Beginning of year			1,191,404	
End of year			<u>\$ 1,168,698</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Tiburon Playground Improvements Capital Projects Fund
For the Year Ended June 30, 2022

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
FUND BALANCE:				
Beginning of year			2,030	
End of year			<u>\$ 2,030</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Tiburon Parks In-Lieu Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 412	\$ 412	\$ (691)	\$ (1,103)
Total revenues	<u>412</u>	<u>412</u>	<u>(691)</u>	<u>(1,103)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 412</u>	<u>\$ 412</u>	(691)	<u>\$ (1,103)</u>
FUND BALANCE:				
Beginning of year			<u>41,142</u>	
End of year			<u>\$ 40,451</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Open Space Acquisition Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 2,100	\$ 2,100	\$ (2,026)	\$ (4,126)
Total revenues	<u>2,100</u>	<u>2,100</u>	<u>(2,026)</u>	<u>(4,126)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,100</u>	<u>\$ 2,100</u>	(2,026)	<u>\$ (4,126)</u>
FUND BALANCE:				
Beginning of year			<u>208,556</u>	
End of year			<u>\$ 206,530</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Tiburon Planning Area Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 2,006	\$ 2,006	\$ (1,937)	\$ (3,943)
Total revenues	<u>2,006</u>	<u>2,006</u>	<u>(1,937)</u>	<u>(3,943)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,006</u>	<u>\$ 2,006</u>	(1,937)	<u>\$ (3,943)</u>
FUND BALANCE:				
Beginning of year			<u>199,265</u>	
End of year			<u>\$ 197,328</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Storm Water Run Off Impact Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Charges for services	\$ 13,000	\$ 13,000	\$ 38,798	\$ 25,798
Use of money and property	1,082	1,082	(1,946)	(3,028)
Total revenues	<u>14,082</u>	<u>14,082</u>	<u>36,852</u>	<u>22,770</u>
NET CHANGE IN FUND BALANCE	<u>\$ 14,082</u>	<u>\$ 14,082</u>	36,852	<u>\$ 22,770</u>
FUND BALANCE:				
Beginning of year			<u>134,530</u>	
End of year			<u>\$ 171,382</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Tiburon Circulation System Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 1,419	\$ 1,419	\$ (1,370)	\$ (2,789)
Total revenues	<u>1,419</u>	<u>1,419</u>	<u>(1,370)</u>	<u>(2,789)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 1,419</u>	<u>\$ 1,419</u>	(1,370)	<u>\$ (2,789)</u>
FUND BALANCE:				
Beginning of year			<u>140,915</u>	
End of year			<u>\$ 139,545</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Bunch Grass Mitigation Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 1,421	\$ 1,421	\$ (1,371)	\$ (2,792)
Total revenues	<u>1,421</u>	<u>1,421</u>	<u>(1,371)</u>	<u>(2,792)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 1,421</u>	<u>\$ 1,421</u>	(1,371)	<u>\$ (2,792)</u>
FUND BALANCE:				
Beginning of year			<u>141,160</u>	
End of year			<u>\$ 139,789</u>	

Town of Tiburon
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Tiburon Long Range Plan Capital Projects Fund
For the Year Ended June 30, 2022

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES:				
Use of money and property	\$ 4,503	\$ 4,503	\$ (3,100)	\$ (7,603)
Miscellaneous	42,000	42,000	71,626	29,626
Total revenues	<u>46,503</u>	<u>46,503</u>	<u>68,526</u>	<u>22,023</u>
EXPENDITURES:				
Current:				
Community development	355,000	579,933	218,545	361,388
Total expenditures	<u>355,000</u>	<u>579,933</u>	<u>218,545</u>	<u>361,388</u>
NET CHANGE IN FUND BALANCE	<u>\$ (308,497)</u>	<u>\$ (533,430)</u>	(150,019)	<u>\$ 383,411</u>
FUND BALANCE:				
Beginning of year			456,719	
End of year			<u>\$ 306,700</u>	

CUSTODIAL FUNDS

Custodial Funds are used to account for assets administered by the Town in a trustee capacity or as an agent for other governments and the Town does not have administrative involvement or direct financial involvement.

Tiburon Public Financing Authority - Established to finance the clearance and rehabilitation of areas determined to be in a declining condition in the Town.

Mountain View Assessment District - Established to account for capital improvement projects within the Mountain View Drive Assessment District

South Virginia Underground - Established to finance improvements to underground existing overhead utilities within the Assessment District No. 2017-2 (Virginia Undergrounding District).

Hawthorne Terrace Underground Assessment District ("UAD") - Established to finance improvements to underground existing overhead utilities within the Assessment District No. 2017-1 (Hawthorn Undergrounding District).

1972 Open Space Bonds - Established to account for resources received from issuance of the 1972 Open Space General Obligation Bonds. Funds are restricted for expenditures for the acquisition, maintenance or improvement of open space.

Library Agency Joint Powers Authority ("JPA") - Established to account for Measure L parcel tax resources received from the County of Marin which are allocated to the Town to be used exclusively for Library purposes. Per the JPA Agreement regarding the Belvedere Tiburon Library, these funds are paid to the Belvedere Tiburon Library Agency.

Town of Tiburon
Combining Statement of Fiduciary Net Position
Custodial Funds
June 30, 2022

	Tiburon Public Finance Authority	Mountain View Assessment District	South Virginia Underground	Hawthorne Terrace UAD	1972 Open Space Bonds
ASSETS					
Current assets:					
Cash and investments	\$ 470,799	\$ 106,265	\$ -	\$ 23,905	\$ 31,745
Accounts receivable	3,983	-	541	2,180	2
Total current assets	<u>474,782</u>	<u>106,265</u>	<u>541</u>	<u>26,085</u>	<u>31,747</u>
Noncurrent assets:					
Investments with fiscal agents	8,483,294	-	237,583	2,424,257	-
Total noncurrent assets	<u>8,483,294</u>	<u>-</u>	<u>237,583</u>	<u>2,424,257</u>	<u>-</u>
Total assets	<u>8,958,076</u>	<u>106,265</u>	<u>238,124</u>	<u>2,450,342</u>	<u>31,747</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Current liabilities:					
Accounts payable	-	-	-	5,931	-
Due to the Town	-	-	79,872	-	-
Total current liabilities	<u>-</u>	<u>-</u>	<u>79,872</u>	<u>5,931</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>79,872</u>	<u>5,931</u>	<u>-</u>
NET POSITION					
Restricted for					
Individuals, organization, and other governments	<u>\$ 8,958,076</u>	<u>\$ 106,265</u>	<u>\$ 158,252</u>	<u>\$ 2,444,411</u>	<u>\$ 31,747</u>

(Continued)

Town of Tiburon
Combining Statement of Fiduciary Net Position (Continued)
Custodial Funds
June 30, 2022

	Peninsula Library JPA	Total Custodial Funds
ASSETS		
Current assets:		
Cash and investments	\$ 26	\$ 632,740
Accounts receivable	9,727	16,433
Total current assets	9,753	649,173
Noncurrent assets:		
Investments with fiscal agents	-	11,145,134
Total noncurrent assets	-	11,145,134
Total assets	9,753	11,794,307
LIABILITIES AND FUND BALANCES		
Liabilities:		
Current liabilities:		
Accounts payable	49,271	55,202
Due to the Town	-	79,872
Total current liabilities	49,271	135,074
Total liabilities	49,271	135,074
NET POSITION		
Restricted for		
Individuals, organization, and other governments	\$ (39,518)	\$ 11,659,233

(Concluded)

Town of Tiburon
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended June 30, 2022

	Tiburon Public Finance Authority	Mountain View Assessment District	South Virginia Underground	Hawthorne Terrace UAD	1972 Open Space Bonds
ADDITIONS:					
Assessment revenue collected	\$ 663,862	\$ -	\$ 90,234	\$ 212,560	\$ -
Investment income (loss)	(303,304)	-	46	118	26
Other additions	-	-	-	156,179	-
Total additions	360,558	-	90,280	368,857	26
DEDUCTIONS:					
Administrative	43,779	-	14,331	10,837	-
Payment of debt service	620,373	-	80,663	125,263	-
Other expenses	-	-	-	-	-
Total deductions	664,152	-	94,994	136,100	-
Changes in net position	(303,594)	-	(4,714)	232,757	26
NET POSITION (DEFICIT):					
Beginning of year, as restated (Note 15)	9,261,670	106,265	162,966	2,211,654	31,721
End of year	<u>\$ 8,958,076</u>	<u>\$ 106,265</u>	<u>\$ 158,252</u>	<u>\$ 2,444,411</u>	<u>\$ 31,747</u>

(Continued)

Town of Tiburon
Combining Statement of Changes in Fiduciary Net Position (Continued)
Custodial Funds
For the Year Ended June 30, 2022

	Peninsula Library JPA	Total Custodial Funds
ADDITIONS:		
Assessment revenue collected	\$ 2,198,752	\$ 3,165,408
Interest and changes in fair market value	-	(303,114)
Other additions	-	156,179
Total additions	2,198,752	3,018,473
DEDUCTIONS:		
Administrative	-	68,947
Payment of debt service	-	826,299
Other expenses	2,238,282	2,238,282
Total deductions	2,238,282	3,133,528
Changes in net position	(39,530)	(115,055)
NET POSITION (DEFICIT):		
Beginning of year, as restated (Note 15)	12	11,774,288
End of year	\$ (39,518)	\$ 11,659,233
		(Concluded)

This page intentionally left blank.