CITY OF MONROVIA

CALIFORNIA

FISCAL YEAR 2017-2018

COMPREHENSIVE ANNUAL FINANCIAL REPORT

PREPARED BY THE ADMINISTRATIVE SERVICES DEPARTMENT

FISCAL YEAR ENDING JUNE 30, 2018

City of Monrovia

Monrovia, CA

Comprehensive Annual Financial Report

Prepared By:
Administrative Services Department

Buffy J. Bullis
Administrative Services Director

Alex Kung
Deputy Administrative Services Director

Fiscal Year Ended June 30, 2018

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CITY OF MONROVIA, CALIFORNIA

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FOR THE FISCAL YEAR ENDED JUNE 30, 2018

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INTRODUCTORY SECTION

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City of MONRODIA 1887

Administrative Services

December 20, 2018

Honorable Mayor and City Council
City of Monrovia
Monrovia, California

It is a great pleasure to present to you the City of Monrovia's Comprehensive Annual Financial Report (CAFR) for the 2017-18 fiscal year.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present fairly the financial position of the City. All disclosures necessary to enable an understanding of the City's financial activities have been included. In addition, the CAFR complies with the most current Governmental Accounting Standards Board (GASB) Statements. The GASB Statements continue to improve our financial reporting by adding significant additional information in local government financial statements.

In addition to the fund-by-fund financial information currently presented in the City's financial statements, government-wide financial statements are also included. The government-wide financial statements include a Statement of Net Position that provides the total net equity of the City, including infrastructure, and the Statement of Activities that shows the cost of providing government services. These statements have been prepared using the economic resources measurement focus and the accrual basis of accounting, versus the financial resources measurement focus and the modified accrual method used in the fund financial statements. A reconciliation report is provided as a key to understanding the changes between the two reporting methods. The Governmental Fund Statements also include an emphasis on the City's major funds. These statements, combined with other information, are further analyzed in the narrative section called Management's Discussion and Analysis (MDA). The MDA provides financial highlights and interprets the reports by analyzing trends and by explaining changes, fluctuations, and variances in the financial data. In addition, the MDA is intended to disclose significant events or decisions that affect the financial condition of the City.

History

The City of Monrovia is located in Southern California and is part of the San Gabriel Valley within Los Angeles County. More specifically, Monrovia is located 20 miles northeast of the City of Los Angeles. The City was incorporated on December 15, 1887, under the laws of the State of California. Monrovia operates under all the rights and privileges applicable to a general law city.

The Monrovia Redevelopment Agency (Agency) was created on March 4, 1969, pursuant to redevelopment law of the State of California commencing with Health and Safety Code Section 33000. Its purpose was to prepare and carry out plans for the rehabilitation, improvement, and development of blighted areas within the designated project area of the Agency. AB x1 26 abolished redevelopment agencies as of February 1, 2012. As a result, the Successor Agency to the former Monrovia Redevelopment Agency (Successor Agency) was formed on January 11, 2012. This was done to allow the Successor Agency to wind down the duties and responsibilities of the former Agency. The City Council serves as the Successor Agency's Board Members. As such, it is deemed to be financially accountable. Therefore, all former Agency and Successor Agency financial activities are blended with the City's financial statements.

The Monrovia Housing Authority (Housing Authority) was established on October 5, 2004. The creation of the Housing Authority was done to administer the affordable housing needs and requirements of the City. The housing assets of the former Monrovia Redevelopment Agency were transferred over to the Housing Authority when the Monrovia Redevelopment Agency was dissolved, so that the City could continue to provide affordable housing opportunities for residents.

The Monrovia Financing Authority (Financing Authority) was established on February 6, 1996. The Financing Authority was created to facilitate the proper completion of a loan refinancing with the State Department of Water Resources. Since that time, the Financing Authority has also facilitated other debt financings within the City. The bylaws of the Financing Authority establish the City Council as the governing body. This entity is blended into the City's combined financial statements.

The Monrovia Wilderness Preserve Foundation, Inc. (Foundation), a nonprofit public benefit corporation, was created on November 22, 2000, to acquire property in the Monrovia foothills to be used as a wilderness preserve for the protection of existing natural resources and to provide outdoor educational activities to nearby schools. It also serves as a mechanism to help secure funding for improvements to all City parks. The Foundation has a separate governing board, which is comprised of City Council members, employees, members of the Community Services Commission, and members of the public.

The City of Monrovia is a full-service city, with its own police, fire, and utility services departments. The City employs approximately 250 full-time employees. Being the fourth oldest incorporated city in California has meant that there are many older, historic homes throughout the City, many of which are nestled in the foothills of the San Gabriel Mountains. Historic preservation is a very high priority in our community. To that end, Monrovia is one of the leading cities in California granting historic preservation status. Currently, the City has granted approximately 146 historic preservation designations and 2 historic district designations within the community.

Economic Condition and Outlook

Although the focus of this Comprehensive Annual Financial Report is based on the economic condition of the City at June 30, 2018, the information presented in the CAFR is, perhaps, best understood when considered from a broader perspective of the specific environment within which the City operates.

Over the last several decades, Monrovia has endeavored to create a robust, self-sustaining, and diverse economic base, comprised of retail, manufacturing, and service-based industries located within the community. Housing prices attract a variety of owners and renters, and proper land use decisions, coupled with thoughtful and well-planned development projects, have allowed Monrovia to weather economic downturns. The local economy is strengthened by the City's accessibility to the Los Angeles Metropolitan Area. The recently-completed Gold Line light rail system provides mobility for Monrovia's residents to access Downtown Los Angeles and surrounding areas.

The City's population has seen steady growth over the years, with a current population of 38,787. Additionally, the City's unemployment rate remains low and is currently 4.1%, which is lower than that of the County of Los Angeles and consistent with the State of California.

The City enjoys a diversified revenue base that provides a steady and consistent stream of revenues comprised of property taxes, sales taxes, hotel taxes, and a variety of other revenue sources. Property tax, the City's main source of revenue in the General Fund, has remained consistently strong over the last decade. Secured property tax revenue increased by approximately 5.58% in FY 2017-18 and 5.97% in FY 2018-19. Because Monrovia is a well-established, built-out community, the City is less vulnerable to the housing cycles that can occur during a recession, which can negatively impact City finances. In other words, the City's long-term property value growth has shown itself to be steady and consistent, despite housing upturns or downturns over the years. In fact, over the last twenty years, the City's total assessed valuation has never declined, even during recessionary years.

Sales tax, the City's second biggest source of revenue in the General Fund, also continues to be strong. After the economic downturn that began with the recession in December 2007, the City has repositioned itself to regain all of its lost sales tax growth from those years. The City's low point for sales tax was in FY 2009-10, when collections totaled $7.2 million in revenues. Before the recession, our high was $9 million in FY 2007-08. To that end, we have now recouped our lost growth and are reaching for new highs in sales tax revenues. The projection for FY 2018-19 is currently estimated to be $10.7 million. The diversified sales tax base that exists in Monrovia helps to ensure a consistent stream of revenues from year to year. The City's strongest sales tax producers include autos/transportation, building/construction, general consumer goods, and restaurants/hotels. Together, these industries provide over 75% of the City's total sales tax revenues each year. The City is forecasting continued growth of approximately 3% going forward.

In addition to consistent and steady property and sales tax growth, new development activity in Monrovia contributes to a strong fiscal position for the City. The need for additional housing, driven by the growth in the economy, population, and employment in the Southern California Region, has positively impacted development in the City. Currently, Monrovia is experiencing growth in both commercial and residential development.

While the City has enjoyed the many benefits of an ongoing healthy economy, we are cautiously optimistic and anticipate that a recession will likely happen sometime within the next few years. With that notion in mind, the City adopted a balanced budget for the 2018-19 Fiscal Year that incorporates a newly developed Financial Resiliency Plan. The Financial Resiliency Plan is a plan that helps to proactively address upcoming financial challenges facing the City and is founded on five main core principles, as follows:

<u>Financial Resiliency Plan Principles:</u>

1. Protect General Fund dollars and minimize subsidies to any funds that should be self-sustaining. This includes ensuring that user fees cover the cost of providing services.
2. Complete the remaining elements of the City's CalPERS Response (CPR) Plan.
3. Facilitate appropriate new development projects to bolster the City's revenue base.
4. Build up General Fund reserve levels in preparation for a possible future recession.
5. Consider contracting out for services if a significant cost savings has been identified and if appropriate.

In furtherance of the Financial Resiliency Plan Principles, multiple work plan items have been identified to support the five principles, as follows:

Key Work Plan Items:

1. Address subsidies for the current Lighting & Landscape District (LLD) Assessment.
2. Address subsidies for the current Park Maintenance District (PMD) Assessment.
3. Address subsidies for the Development Services Fund.
4. Closely monitor the entitlement process for every major development project and establish Mello-Roos Districts over significant new developments.
5. Deposit at least 75% of the revenues earned from any real estate transaction into General Fund reserves.
6. Until the financial situation improves, do not add any new staffing costs funded by the General Fund.
7. For every staffing vacancy that arises, perform an assessment to determine the need for that vacated role.

Major Accomplishments for the Year:

The City of Monrovia's mission is clear. We exist to serve the people of Monrovia to create a community that offers a premier quality of life. Our core values are based on being humble, hungry, loyal, and smart.

During Fiscal Year 2015-16, the concept of *Renewal* emerged as our thematic objective. The theme of *Renewal* encompasses the concept of renewing our infrastructure, renewing our operations, and renewing our people. Additionally, the City developed and adopted the following four Strategic Objectives in support of our thematic goal of *Renewal*:

1. Enhance Organizational Capacity
2. Enhance Community Infrastructure
3. Enhance Fiscal Sustainability
4. Enhance Relationships with the Community

These four Strategic Objectives can be seen in many of the City's accomplishments during the 2017-18 fiscal year.

Monrovia Renewal

The City Council approved an initiative called *Monrovia Renewal,* which is an estimated $51.7 million project that seeks to facilitate the improvement of deferred street, sidewalk, water system, and sewer line maintenance initiatives. The overall plan calls for the repair of every street in the City that has a pavement condition index rating of less than 70, the implementation of necessary water transmission pipe replacements, the improvement of water production facilities, and the upgrade of all sewer lines in need of repair. *Monrovia Renewal* began construction during FY 2015-16 and was in full production during the 2016-17 and 2017-18 Fiscal Years. During FY 2017-18, $11.8 million in infrastructure was added to the City's capital asset inventory as a result of project expenditures during the year. The project is expected to continue over the next two fiscal years.

Citywide CIP Plan

In addition to *Monrovia Renewal*, the City's overall thematic objective of *Renewal* is also evident in the City's development and implementation of a comprehensive Citywide CIP plan. During the 2017-18 Fiscal Year, the City invested approximately $2.6 million in capital assets and infrastructure as part of the Citywide CIP plan. Work was performed on the following projects during Fiscal Year 2017-18:

- Canyon Park Cabin Upgrades
- Julian Fisher Park
- Performance Measurement Program
- Fire Station 103 Upgrades
- IT Upgrades
- Monrovia Legacy Project
- Trakit Permitting Program
- Sidewalk Repairs (Non-Renewal)
- Hillside Wilderness Preserve Trail Repairs
- Huntington Drive Phase II
- Huntington Drive/Fifth Avenue
- Monrovia Transit Bus Replacement
- Station Square Park Modifications
- Comprehensive Old Town Upgrades
- Comprehensive Library Park Upgrades
- Park Master Plan
- Old Town Parking Lot Upgrades

Labor Contracts

Coupled with a focus on developing and investing in infrastructure and capital, the City has also endeavored to maintain positive employee relations, while effectively managing salary and benefit costs. To that end, during Fiscal Year 2016-17, the City was able to successfully negotiate five-year labor agreements with all of its bargaining groups. The agreements are effective for FY 2017-18 through FY 2021-22. This major achievement provides for financial stability in managing the City's salary and benefit costs.

CalPERS Response (CPR) Plan

While there are many positive financial prospects on the horizon for the City, the City understands the importance of being diligent and proactive in managing possible financial challenges. One of the biggest financial issues impacting the City is rising pension costs. The City is a member of the California Public Employee Retirement System (CalPERS) and, during the past five years, CalPERS has systematically implemented a series of significant rate adjustments to address rising Unfunded Accrued Liability (UAL) levels associated with California's public sector pension system. The most recent of those rate increases was approved in December 2016, and significant annual increases in the City's required UAL payments will be instituted beginning July 1, 2018. Along with Monrovia, this is an issue that will impact nearly every governmental agency in California in the coming years.

In response to these upcoming cost increases, City management began analyzing UAL cost increase impacts to the City's finances over the next five years. Based on this analysis, the City's overall UAL costs and pension liability payments are expected to increase by approximately 82% during the next five-year period, growing from a current cost of $4.9 million per year in FY 2017-18 to $8.9 million per year in FY 2022-23. In FY 2030-31, it is estimated that the City's overall UAL costs would be around $11 million per year. This means that during the next 13-year period, the City's UAL costs will increase by 125% over the current level of $4.9 million per year, to around $11 million annually.

Given these considerations, management and the City Council began discussing options for addressing the impact that these upcoming cost increases would have on Monrovia's future fiscal sustainability. Without instituting a thoughtful response to these issues, the current CalPERS pension cost structure would severely impact the City's operational capacity.

In November 2017, after thoughtful consideration, the City Council approved a CalPERS Response (CPR) Plan involving five (5) response actions. The 5-point CPR Plan involves the following components:

1. Employee CPR Giveback Plan - The City met with all bargaining groups to develop an overall Employee CPR Giveback Plan, whereby all employees agreed to contribute more towards pension costs, resulting in a savings to the City of approximately $300,000 annually.

2. Issuance of Pension Obligation Bonds – The City issued Pension Obligation Bonds (POB's) in December 2017 to refinance all of the City's existing UAL and pension liability debt, thereby stabilizing pension liability payments at a uniform and level annual amount.

3. Adoption of a New UAL Funding Policy – The City adopted a new UAL Funding Policy that provides guidelines to address and payoff any new future pension liabilities that arise after the payoff of the UAL. Specified payoff periods are outlined in the new policy.

4. Proposal to Increase the City's Transient Occupancy Tax (TOT) Rate From 10% to 12% - In December 2017, the City Council approved a ballot measure for 2018 to increase the City's Transient Occupancy Tax (TOT) Rate from 10% to 12%. The ballot measure, which was approved by the voters in June 2018, is expected to increase TOT revenues by approximately $400,000 annually.

5. Creation of Community Facility Districts (CFD's) for Significant New Residential Development Projects – In December 2017, the City Council approved the creation of CFD's for significant new residential development projects in the City, which, depending on development patterns during the next several years, could increase property tax related revenues by approximately $300,000 annually.

Water Fund Rate Adjustments

The City owns and operates its own water utility and is part of the Main San Gabriel Basin (MSGB), one of five adjudicated groundwater basins located within Los Angeles County. Furthermore, the Main San Gabriel Basin Watermaster (Watermaster) is the agency tasked with managing groundwater resources and administering adjudicated water rights within the MSGB. Currently, the MSGB is experiencing unprecedented drought conditions. In fact, for nearly six years, the MSGB has sustained the worst ever drought conditions on record. Historically, the MSGB's water management plan relied on rain to recharge our underground aquifer, however, this past year, in response to extended drought conditions, the Watermaster developed a Drought Management Plan, which now includes a directive to purchase imported water to help replenish the MSGB. The cost for this purchased water will be passed through to the participating agencies in the MSGB, including the City of Monrovia. To that end, the City initiated the Proposition 218 process in November 2017 and successfully implemented a plan to increase water rates over the next five year period. The first of these increases went into effect in February 2018, and the second is scheduled to go into effect in January 2019. Three more increases are scheduled for January 2020, January 2021, and January 2022. These rate increases will ensure that sufficient revenues are generated to cover the cost of this purchased water and will help to ensure the long-term fiscal sustainability of the Water Fund.

Major Initiatives for the Future:

With the opening of the Gold Line light rail in March of 2016, the City continues to focus on creating residential housing in and around the Station Square area, along with retail and restaurant amenities. The City instituted flexible new land use regulations in the area surrounding the Gold Line and Station Square to allow for enhanced development activities. Taken together, these factors have resulted in an influx of private investment into the City, as more than $500 million worth of housing, retail, and restaurant-related projects have been proposed. Currently, a 261-unit luxury apartment complex project, MODA at Monrovia Station, which is adjacent to the Gold Line, is nearing completion and is expected to be open for occupancy at the beginning of 2019.

Additionally, the City continues to work with developers interested in other potential land sites in and around the Station Square area. The elimination of the Redevelopment Agency in 2012 created challenges to the City's long-term economic development plan. However, the City has identified other avenues for promoting development. The City and the Successor Agency continue to focus on finding strong development companies who can build residential and/or commercial development projects that will complement the Station Square area. While the City's ability to provide any type of significant financial assistance for these types of development projects went away, the City continues to focus on creating strong public/private partnerships to assist with these long-term plans.

In addition to development located around the Gold Line and Station Square area, there are several other key development projects underway or recently completed. Located at the corner of Fifth Avenue and Huntington Drive, the Areum Project, a 154-unit luxury apartment complex project, has recently completed construction and is open for operation. In addition, there are 5 other additional residential development projects anticipated to be entitled over the next 12 months. Overall, it is expected that over 1,700 additional units of residential housing stock will be added to the City's housing inventory over the next several years.

During the past several years, there has also been an increase in commercial development. There has been an addition of 300,000 square feet of new high-end office space in the City, which has added approximately 2,000 new jobs in the City. This new addition of office space has been primarily in the science / technology fields, along with corporate office space users, and the community has added businesses such as Beckman Research Institute, the City of Hope, Aerovironment, Cacique, Worley Parsons, Oak Crest Institute of Science, Yang Ming Shipping, and Southern California News Group.

Tourism activity and hotel occupancy rates also continue to do well in Monrovia. Hotel occupancy tax revenues continue to be a strong revenue source for the City and provide 7% of the City's General Fund revenues. In addition to the existing 6 hotels that operate in the City, a new Marriott TownePlace Suites is in the planning stages and is expected to receive entitlement approval in late 2019. This new hotel, located at the corner of Myrtle Avenue and Huntington Drive, is a 109 room, 5-story project that will add 68,000 square feet of building space to Monrovia. In addition, a 125 room hotel project with enhanced public parking facilities is also being proposed near the Station Square site.

Other Financial Information

Internal Controls

The management of the City is responsible for establishing and maintaining an internal control structure to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled for the preparation of financial statements, in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control structure should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of all governmental-type funds and enterprise-type funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) adopted by City Council is established at the fund level. Formal budgetary integration is employed as a management control device. The City maintains an encumbrance accounting system for all governmental-type funds. Encumbrances and appropriations for unfinished capital projects will generally be re-appropriated as part of the following year.

The City of Monrovia operates under a philosophy of community involvement and cooperative effort. The City Council established strategic goals in order to outline a roadmap to success for upcoming years. A list of the strategic goals and priorities is shown on page xiv.

In conjunction with establishing goals and priorities, the City follows "Principles of Financial Management." Fourteen separate principles have been established as the foundation for meeting the Fiscal Responsibility priority. The purpose of these standards is to build a foundation for establishing balanced resource allocation and appropriation levels in the upcoming budget. The principles reflect responsible, conservative fiscal practices. In addition, they provide a buffer from quick fixes or solutions that could lead to long-term financial problems.

Cash Management

The City manages a pooled investment program for all funds in which temporarily idle cash is invested in a variety of instruments. The investment program is managed in accordance with the Investment Policy approved by the City Council annually. Safety, liquidity, and yield, in that order, are the objectives of the investment program. Investments are diversified among investment tools that include Certificates of Deposit, Federal Agency Securities, and the State of California's Local Agency Investment Fund (LAIF), among others. Monthly reports on investment status and activity are provided to the City Council.

Financial Policies

Financial policies that have directly affected the City's financial statements include a focus on *Enhancing Fiscal Sustainability*, Strategic Goal # 3. In 2009, the City implemented a new defined contribution retiree medical plan to supplement the current defined benefit plan. All new general and fire department employees, as of February 1, 2009, are enrolled in the defined contribution plan. Under the defined contribution plan, both employee and employer contributions are put into a trust vehicle. Employee contributions cannot be accessed until the employee separates employment from Monrovia, either through retirement or through employment separations. The plan does not create an unfunded liability because all contributions must be made every pay period. However, the City still has an unfunded liability for the grandfathered retiree medical plan.

Effective July 1, 2017, as part of the new labor agreements, all newly-hired police sworn and non-sworn employees will begin participating in the defined contribution program. However, police employees hired before July 1, 2017, will still be enrolled in the previous defined benefit plan. This change in benefit will help to control the growth of the unfunded liability, as new employee benefits will be paid on an annual basis and will not result in liability growth.

All City employees are paying the employee portion of pension costs, in addition to the amounts defined in the Employee CPR Giveback Plan. All new hires fall under the guidelines of PEPRA (Public Employee Pension Reform Act), and as of January 1, 2014, all applicable healthcare changes from the Affordable Healthcare Act were implemented.

Debt Administration

The City has no outstanding general obligation bonds as of June 30, 2018. Below is a listing of other debt outstanding at June 30, 2018:

City of Monrovia Debt Outstanding Includes:

- 2015 Hillside Wilderness Preserve Lease Revenue Bonds, for $5,340,000
- 2016 Lease Revenue Bonds, for $13,180,000
- 2016 Water and Sewer Lease Revenue Bonds, for $35,675,000
- 2017 Lease Revenue Refunding Bonds, for $13,290,000
- 2017 Pension Obligation Bonds, for $110,190,000

Successor Agency to the Monrovia Redevelopment Agency Debt Outstanding Includes:

- 2012 Subordinate Tax Allocation Refunding Bonds, for $9,535,000
- 2013A Subordinate Tax Allocation Refunding Bonds, for $7,720,000
- 2013B Subordinate Tax Allocation Refunding Bonds, for $2,385,000
- 2015A Tax Allocation Refunding Bonds, for $17,030,000
- 2015B Tax Allocation Refunding Bonds, for $3,805,000
- 2017 Tax Allocation Refunding Bonds, for $4,790,000
- Pass thru agreement with Los Angeles County, $5,281,167

Risk Management

The City is a member of the California Joint Powers Insurance Authority for liability, property, and risk management insurance coverage. The Authority was established in 1978 for the purpose of providing liability protection for its members from losses from lawsuits. Today, it is one of the largest municipal self-insurance pools in the state.

The California JPIA works with its members to reduce the frequency and severity of claims. Monrovia has a specific Risk Manager assigned to serve our needs and to help us determine our risk management strategy.

Independent Audit

The City requires an annual audit by independent certified public accountants. The accounting firm of Lance Soll & Lunghard, LLP, conducted this year's audit. The auditor's report on the basic financial statements, which include the government-wide and fund financial statements, is located in the financial section of this report.

Financial Reporting Recognition

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Monrovia for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2017. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements

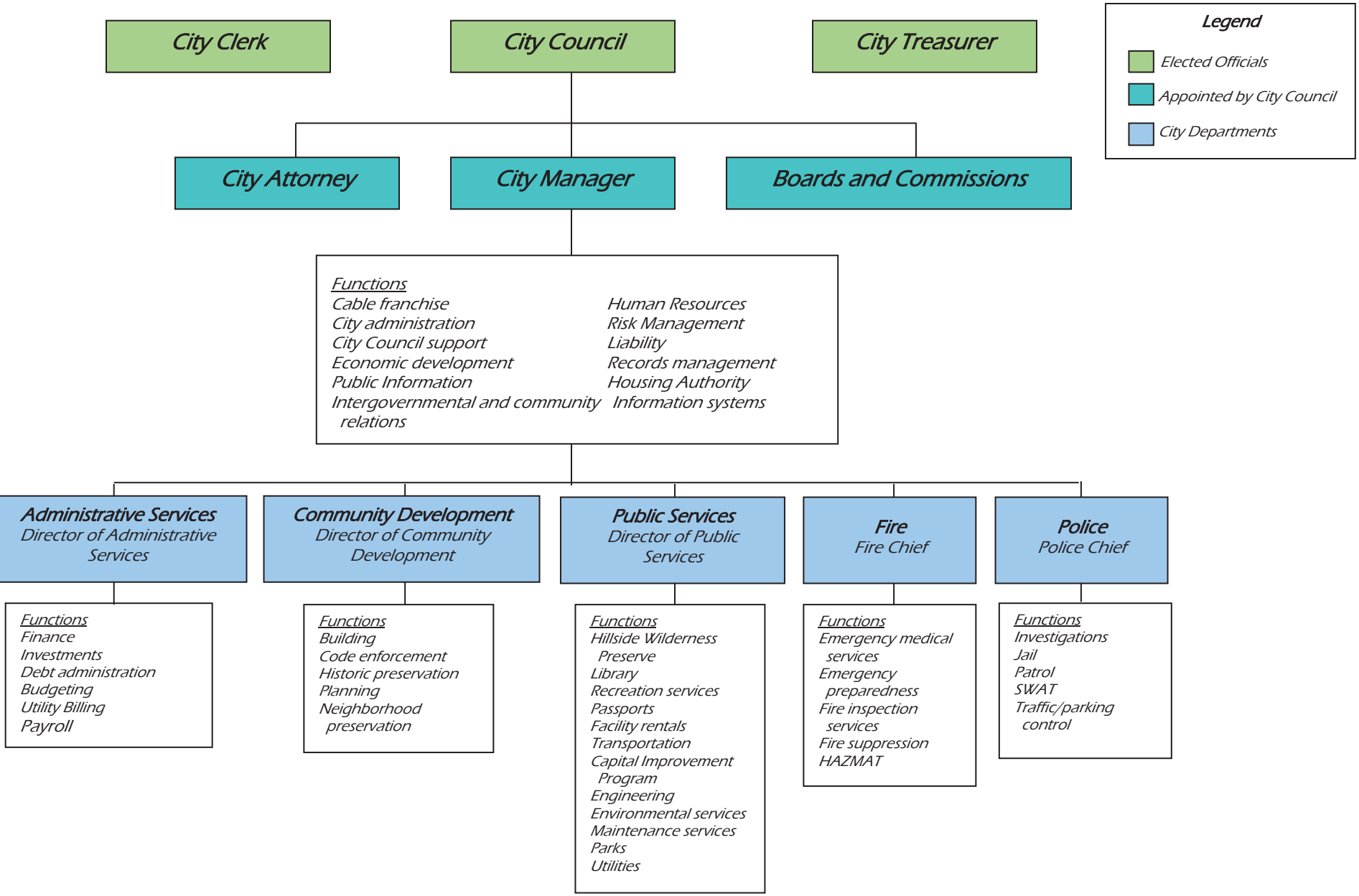
The City's Comprehensive Annual Financial Report was prepared through the combined efforts of City staff. Special recognition is due the Administrative Services Department, in particular Alex Kung, Michie Hernandez, Ruth Chavez, Rae Bowman, and Emy-Rose Hanna for their hard work and effort closing the books for the fiscal year and ensuring timely and accurate reporting. Michie Hernandez, especially, was instrumental in leading the annual financial audit and coordinating the overall completion of the CAFR. I am truly appreciative for the hard work and dedication of our hard working staff.

Lastly, without the leadership and support of the Mayor, the City Council, and the City Manager, the preparation of this report would not have been possible. The commitment of the City Council and City Manager toward achieving and maintaining the highest standards for the management of the City's finances is greatly appreciated.

Respectfully submitted,

Buffy J. Bullis
Administrative Services Director

City of Monrovia Organizational Chart



City of Monrovia

Comprehensive Annual Financial Report
Fiscal Year Ended June 30, 2018

CITY COUNCIL

Tom Adams, Mayor
Becky A. Shevlin, Mayor Pro Tem

Alexander C. Blackburn
Councilmember

Gloria Crudgington
Councilmember

Larry J. Spicer
Councilmember

ELECTED OFFICIALS

Alice D. Atkins, CMC, City Clerk
Stephen R. Baker, City Treasurer

MANAGEMENT TEAM

Oliver Chi, City Manager

Buffy Bullis, Administrative Services Director
Tina Cherry, Public Services Director
Brad Dover, Fire Chief
Alan Sanvictores, Chief of Police
Craig Jimenez, Community Development Director
Lauren Vasquez, Deputy City Manager

Submitted By:

Administrative Services Department
June 2018

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Monrovia

California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morrill

Executive Director/CEO

Citywide Thematic Goal

Renewal

Citywide Strategic Goals

The City has established four strategic goals in support of our current thematic goal of *Renewal*. Those four strategic goals include the following:

- **Strategic Goal 1: Enhance Organizational Capacity**
  - This goal will be accomplished by pursuing work plan items that strengthen our mission-driven and values-based organizational culture, invest in training and development of our people, remove personal and organizational barriers to success, expand our use of software to improve efficiency and communication, and establish performance management systems that gauge operational effectiveness.

- **Strategic Goal 2: Enhance Community Infrastructure**
  - This goal will be accomplished by pursuing work plan items that implement Citywide capital infrastructure improvements, incorporate ongoing maintenance, ensure neighborhood compatibility and historic preservation, and provide enhanced mobility options for all users.

- **Strategic Goal 3: Enhance Fiscal Sustainability**
  - This goal will be accomplished by pursuing work plan items that support the development of structurally-balanced operating budgets and build financial resiliency to prepare for economic downturns, including increasing reserve levels, facilitating new development projects, establishing community facilities districts, and taking proactive steps to ensure funds are self-sustaining.

- **Strategic Goal 4: Enhance Relationships with the Community**
  - This goal will be accomplished by pursuing work plan items that serve to enhance community trust in all City operations, expand Community Activist Policing programs, inspire excellence in customer service, streamline the user experience across City departments, and provide enhanced opportunities for civic engagement and fiscal transparency.

Principles of Financial Management

PRINCIPLE I **CITY BUDGETS MUST BALANCE**

The City Council will continue to adopt balanced budgets on an annual basis. Annual audited financial reports confirm the adoption of a balanced budget, and note any discrepancies. These financial reports are used by the financing community to gauge the City's credit worthiness, among other issues.

PRINCIPLE II **THE CITY SHALL MAINTAIN PRUDENT RESERVES**

Adequate reserves of funds shall be established to meet future capital needs, to offset economic hard times, to stabilize fluctuations in cash flow requirements, and to provide for emergency situations, consistent with the City's Reserve Policy.

PRINCIPLE III **THE CITY SHALL ENDEAVOR TO MAINTAIN COMPETITIVE COMPENSATION**

The City wishes to continue positive labor relations, be competitive in the market place, and desires to attract and retain top talent. Competitive salary and benefits will be provided to all employees within the City's means, with the expectation that services being provided by staff will continue to be exemplary.

PRINCIPLE IV **THE CITY SHALL MAINTAIN ITS INFRASTRUCTURE**

Ongoing, preventative maintenance is an essential component of the City's operations. Adequate funding shall be allocated in current years to minimize expenditures in future years. Infrastructure maintenance includes, but is not limited to, streets, sewers, storm drains, water systems, sidewalks, lights, and parks.

PRINCIPLE V **THE CITY SHALL AMORTIZE CAPITAL COSTS**

To the extent possible, the cost of replacing or expanding existing facilities and equipment will be fully amortized as a continuing cost of doing business. With respect to equipment, rates shall be established to recover the replacement cost of each item at the end of its useful life. Facilities will be amortized to cover ongoing maintenance and cyclical repairs, and for the replacement or expansion of major structures.

PRINCIPLE VI **THE CITY SHALL ONLY BORROW WHAT IT CAN AFFORD TO REPAY**

Loans and other external obligations will be established wisely to level out costs. Refinancing of existing debt will take place when market conditions lend themselves to economic gains. The City shall not overextend indebtedness, which may cause undue financial burdens in subsequent years. The City shall evaluate potential risks and benefits, and analyze the impact that the debt will have on City's creditworthiness, debt affordability, and capacity, consistent with the City's Debt Management Policy.

PRINCIPLE VII **THE CITY SHALL FUND ONGOING COSTS WITH ONGOING REVENUES**

Cost must be matched with revenues. Ongoing costs shall only be funded with ongoing revenues. One-time costs can be funded with one-time revenues. However, ongoing costs cannot be funded by one-time revenues.

PRINCIPLE VIII **THE CITY SHALL BASE ITS BUDGET ON REALISTIC ESTIMATES**

The City shall make its budgetary and financial decisions on conservative estimates of revenues and expenditures.

PRINCIPLE IX **THE CITY SHALL COMPETITIVELY PROCURE GOODS AND SERVICES**

Significant savings of tax dollars can be obtained through the competitive bidding of purchases of goods and services. The City shall seek market prices or proposals for all significant purchases of goods and services, including periodic market testing of internally-provided services, consistent with the City's Purchasing Policy. Preference will be given to Monrovia businesses.

PRINCIPLE X **THE CITY MUST KNOW ITS TRUE COSTS**

The City shall maintain current full business costs of providing each and every City-provided service. In addition, the City shall make conscious decisions about cost recovery and/or general tax subsidy of those services which benefit only portions of the tax-paying public.

PRINCIPLE XI **THE CITY SHALL PLAN AHEAD**

The City shall examine its financial condition periodically by forecasting several years into the future. In this way, adverse trends can be anticipated and better managed.

PRINCIPLE XII **THE CITY SHALL MAKE AND REPORT ITS FINANCIAL DECISIONS PUBLICLY**

Public involvement is encouraged in budgeting and financial planning. The City Council shall make all non-routine or non-administrative financial decisions in public at regularly scheduled meetings, and the results of such decision-making shall be reported in a timely manner through Comprehensive Annual Financial Reports and public information documents.

PRINCIPLE XIII **THE CITY SHALL OPPOSE MANDATED PROGRAMS WHICH ARE UNFUNDED**

Federal and State Government regularly adopt laws which mandate local compliance or implementation. The City is forced to incur additional operating costs, and no funding is provided to pay for these mandates. The City shall have a general policy against unfunded mandates that have an adverse impact to Monrovia's services and budget.

PRINCIPLE XIV **THE CITY SHALL CONSERVATIVELY INVEST ITS IDLE CASH**

The City will invest its idle cash in a conservative manner so as to safeguard public funds. Investment instruments will be chosen using safety, liquidity, and yield as the selection criteria, in compliance with the City’s Investment Policy

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FINANCIAL SECTION

LSL

CPAs AND ADVISORS

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
City of Monrovia, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Monrovia, California, (the City) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

To the Honorable Mayor and Members of the City Council
City of Monrovia, California

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Monrovia, California, as of June 30, 2018, 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.

Change in Accounting Principle

As discussed in Note 1 to the financial statements, in 2018 the City adopted new accounting guidance, *GASBS No. 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison schedules for the general fund and the Retirement fund, gang violence and drug abuse grants fund, Monrovia housing authority fund, the schedule of changes in net pension liability and related ratios, the schedule of contributions, the schedule of proportionate share of the net pension liability, the schedule of changes in total OPEB liability and related ratios, and the OPEB schedule of employer contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor fund financial statements and budgetary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and budgetary schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

LSL CPAs AND ADVISORS

To the Honorable Mayor and Members of the City Council
City of Monrovia, California

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2018 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Lance, Soll & Lunghard, LLP

Brea, California
December 20, 2018

MANAGEMENT DISCUSSION AND ANALYSIS

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MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Monrovia, we offer readers of the City of Monrovia's financial statements this narrative overview and analysis of the financial activities of the City of Monrovia for the fiscal year ended June 30, 2018. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our Letter of Transmittal and the City's financial statements.

FINANCIAL HIGHLIGHTS

- In the General Fund, the net increase in fund balance was $.26 million. Additionally, actual revenues exceeded budgeted revenues by $.64 million. The analysis of these changes is discussed under the section titled "THE CITY'S FUNDS."
- During the year, total Citywide revenues for all funds increased by $5.69 million over the prior year, or 8.92 percent. Additionally, total Citywide expenditures increased by $10.91 million over the prior year, or 15.29 percent. The analysis of these changes is discussed under the section titled "THE CITY AS A WHOLE."
- The liabilities and deferred inflows of the City, as a whole, exceeded its assets and deferred outflows at the close of Fiscal Year 2017-2018 by $(3.35) million (net position). Of this amount, the City had $99.20 million invested in capital assets, $18.38 million in restricted net position, and $(120.93) million in unrestricted net position. This reflects a net decrease over the prior year of $31.75 million, for which $19.22 million is due to a restatement of net position resulting from the implementation of Governmental Accounting Standard Board (GASB) Statement No. 75. The analysis of this change is discussed under the section titled "THE CITY AS A WHOLE."
- The City's total capital assets increased by $10.89 million, or 8.56 percent. The analysis of this increase is discussed under the section titled "CAPITAL ASSETS AND DEBT ADMINISTRATION."
- The City's total outstanding debt at year-end increased by $99.46 million. The analysis of this increase is discussed under the section titled "CAPITAL ASSETS AND DEBT ADMINISTRATION."

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and Statement of Activities (on pages 18-20) provide information about the activities of the City, as a whole, and present a long-term view of the City's finances. Fund financial statements start on page 25. For governmental activities, these fund statements tell how these services were financed in the short term, as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds and other funds. The remaining fiduciary (Agency) fund statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

REPORTING THE CITY AS A WHOLE

The Statement of Net Position and the Statement of Activities:

Our analysis of the City, as a whole, begins on page 18. Each year, one of the most important questions asked about the City's finances is, "Is the City, as a whole, better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the City, as a whole, and about its activities in a way that answers this question. These statements include all assets and liabilities of the City using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's *net position* and *changes.* Net position is the difference between assets and liabilities, which is one way to measure the City's financial health, or *financial position*. Over time, *increases or decreases* in the City's net position is an indication of whether its *financial health* is improving or deteriorating.

In the Statement of Net Position and the Statement of Activities, we separate the City activities as follows:

Governmental activities – Most of the City's basic services are reported in this category, including the general administration (city manager, city clerk, finance, etc.), police and fire protection, community development, public works, community services, and interest on long-term debt. Property taxes, sales tax, transient occupancy tax, interest income, franchise fees, state and federal grants, contributions from other agencies, and other revenues finance these activities.

Business-type activities – The City charges a fee to customers to cover all or most of the cost of certain services it provides. The City's water, sewer, storm drain, street sweeping and waste management activities are reported in this category.

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements:

The fund financial statements provide detailed information about the most significant funds and other funds – not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, management established many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other resources. The City's two types of funds are governmental and proprietary.

Governmental funds – Most of the City's basic services are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial* assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement.

Proprietary funds – When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds are the same as the business-type activities we report in the government-wide statements, but provide more detail and additional information such as a statement of cash flows.

THE CITY AS TRUSTEE

Reporting the City's Fiduciary Responsibilities:

The City is the trustee, or *fiduciary*, for certain funds held on behalf of those entities outside of the government. The City's fiduciary activities are reported in a separate Statement of Fiduciary Net Position. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE CITY AS A WHOLE

A separate review of the net change in the governmental and business-type activities depicts two different stories. Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the City's governmental and business-type activities.

TABLE 1

NET POSITION
(IN MILLIONS)

As of June 30, 2018

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Current and other assets	$ 37.66	$ 45.14	$ 33.90	$ 43.86	$ 71.56	$ 89.00
Capital assets	107.92	105.29	29.85	21.60	137.77	126.88
TOTAL ASSETS	145.58	150.43	63.75	65.46	209.33	215.88
Deferred outflows	114.34	17.37	9.22	1.17	123.56	18.55
Long term liabilities Outstanding	262.40	143.01	49.03	45.11	311.43	188.12
Other liabilities	13.54	9.76	4.65	3.74	18.19	13.50
TOTAL LIABILITIES	275.94	152.77	53.68	48.85	329.62	201.62
Deferred inflows	6.14	4.24	0.48	0.17	6.62	4.41
Net Investment in Capital Assets	81.46	76.53	17.74	16.51	99.20	93.04
Restricted	18.38	26.04	-	-	18.38	26.04
Unrestricted	(122.00)	(91.78)	1.07	1.10	(120.93)	(90.68)
TOTAL NET POSITION	$ (22.16)	$ 10.79	$ 18.81	$ 17.61	$ (3.35)	$ 28.40

TABLE 2

CHANGES IN NET POSITION
(IN MILLIONS)

As of June 30, 2018

	Governmental Activities		Business Type Activities		Total	
	2018	2017	2018	2017	2018	2017
REVENUES:						
Program Revenues:						
Charges for services	8.13	6.95	13.94	11.87	22.07	18.82
Operating grants and contributions	9.53	7.64	0.03	0.02	9.56	7.66
Capital grants and contributions	.59	1.05	-	-	0.59	1.05
General Revenues:						
Property Taxes	20.28	19.51	-	-	20.28	19.51
Sales Tax	10.52	10.74	-	-	10.52	10.74
Franchise Taxes	0.73	0.62	-	-	0.73	0.62
Other Taxes	3.99	3.86	-	-	3.99	3.86
Motor Vehicle In-Lieu	0.02	0.02	-	-	0.02	0.02
Use of Money & Property	0.83	0.61	0.26	0.20	1.09	0.81
Other Revenues	0.58	0.45	0.02	0.22	0.60	0.67
TOTAL REVENUES	55.20	51.45	14.25	12.31	69.45	63.76
EXPENSES:						
General Government	6.43	8.84	-	-	6.43	8.84
Public Safety	38.50	35.43	-	-	38.50	35.43
Community Development	5.49	4.84	-	-	5.49	5.56
Community Services	6.26	5.56	-	-	6.26	4.84
Public Works	7.93	6.44	-	-	7.93	6.44
Interest on Long-term Debt	5.03	2.03	-	-	5.03	2.03
Water	-	-	10.71	6.10	10.71	6.10
Sewer	-	-	1.02	0.97	1.02	0.97
Storm Drain	-	-	0.18	0.36	0.18	0.36
Street Sweeping	-	-	0.18	0.17	0.18	0.17
Waste Management	-	-	0.13	0.21	0.13	0.21
TOTAL EXPENSES	69.64	63.14	12.22	7.81	81.86	70.95
Increase (Decrease) in Net Position before transfers	(14.44)	(11.69)	2.03	4.49	(12.41)	(7.20)
Gain (Loss) on sale of capital assets	(0.12)	0.41	-	-	(0.12)	0.41
Transfers	(3.00)	3.74	3.00	(3.74)	-	-
Increase (Decrease) in Net Position	(17.56)	(7.54)	5.03	0.75	(12.53)	(6.79)
Net Position at Beginning of Year	10.79	18.33	17.61	16.47	28.40	34.80
Restatements of Net Position	(15.39)	-	(3.83)	0.39	(19.22)	0.39
NET POSITION AT END OF YEAR	(22.16)	10.79	18.81	17.61	(3.35)	28.40

Change in Net Position

The City's net position of $(3.35) million is comprised of three components: Net Investment in Capital Assets, Restricted Net Position and Unrestricted Net Position. The largest portion of the City's net position, $99.20 million, reflects its net investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to the community. As such, these assets are not available for spending. In addition, $18.38 million of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance is a negative unrestricted net position of $120.93 million.

During Fiscal Year 2017-2018, the City's combined net position decreased by $31.75 million, which is mainly due to the following:

- During Fiscal Year 2017-18, the City implemented GASB Statement No.75, *Accounting and Financial Reporting for Post Employment Benefits Other Than Pensions*. As a result, net position was restated by $19.22 million. In addition, in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, the City recognized an increase in its outstanding net pension liability totaling $10.84 million. Combined, these two accounting adjustments resulted in a decrease of $30.06 million in net position.

  While the effect of these outstanding obligations has been impactful to the City's financial statements, it should be noted that the City has been proactive over the last decade to institute measures to address and control its outstanding liabilities for pensions and other post employment benefits, as discussed below:

  Retiree Medical Liability

  In 2009, the City implemented a new defined contribution retiree medical plan to supplement the existing defined benefit plan. All new general and fire department employees, as of February 1, 2009, were enrolled in the defined contribution plan. Under the defined contribution plan, both employee and employer contributions are put into a trust vehicle. The plan does not create an unfunded liability because all contributions must be made every pay period. However, the City still has an unfunded liability for the grandfathered retiree medical plan for participants enrolled prior to February 1, 2009.

  Additionally, effective July 1, 2017, as part of new labor agreements, all newly-hired police sworn and non-sworn employees will begin participating in the defined contribution program. However, police employees hired before July 1, 2017, will still be enrolled in the previous defined benefit plan. This change in benefit will help to control the growth of the unfunded liability, as benefits for new employees will be paid on an annual basis and will not result in additional liability growth.

  Pension Liability

  The City is a member of the California Public Employee Retirement System (CalPERS) and, during the past five years, CalPERS has systematically implemented a series of significant rate adjustments to address rising Unfunded Accrued Liability (UAL) levels associated with California's public sector pension system. The most recent of those rate increases was approved in December 2016, and significant annual increases in the City's required UAL payments will be instituted beginning July 1, 2018. Along with Monrovia, this is an issue that will impact nearly every governmental agency in California in the coming years.

In response to these upcoming cost increases, City management began analyzing UAL cost increase impacts to the City's finances over the next five years. As a result, City Council approved a CalPERS Response (CPR) Plan that takes a five step approach to addressing the issue, as follows:

1. Establishes an Employee CPR Giveback Plan, whereby all employees will contribute more towards pension costs. This is estimated to save the City approximately $300,000 annually.
2. Restructures the City's existing unfunded accrued liability (UAL) costs through the issuance of a pension obligation bond that would result in significant savings for the City.
3. Establishes a new UAL funding policy that provides guidelines to address and payoff any new future pension liabilities.
4. Implements an increase in the Transient Occupancy Tax from 10% to 12%. The increase is projected to provide the City with an additional $400,000 in annual revenue. The increase was approved by voters in June 2018.
5. Establishes Community Facility Districts for new development, which will create an additional property tax overlay that is estimated to generate an additional $300,000 annually.

In addition to the Employee CPR Giveback Plan noted in Item #1 above, all City employees are paying the employee portion of pension costs.

Together, it is expected that these two measures will help to better manage and control the City's exposure to liability growth in the future.

Expenditures

Expenditures increased by $6.50 million over the prior year for governmental activities and by $4.41 million for business-type activities. There are several reasons for these increases, which include an increase in one-time expenditures for capital projects that were part of the City's base CIP Program, an increase in pension-related costs, an increase in post employment benefit costs, and an increase in fire supression costs (due to the number of wildfires in California during the year). In business-type activities, an increase in operational costs for the water utility operations, as well as an increase in pension-related costs, contributed to the overall increases.

Revenues

During the year, the City's revenues increased by $5.69 million over the prior year. Specifically, governmental activities increased approximately $3.75 million as a result of increases in property taxes and other one-time development fees and fire reimbursements. In addition, business-type activities increased $1.94 million as a result of a voter-approved water rate increase that went into effect in February 2018.

Governmental Activities

The following presents the cost of each of the City's six largest programs – general government, public safety, community development, community services, public works and interest on long-term debt – as well as each program's *net* cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions. The City earmarks most of its general revenues (i.e., sales tax, property taxes, occupancy taxes, business license taxes, motor vehicle fees and franchise fees) to provide the services from the areas listed below. Public safety (police and fire services) is always the number one priority for the use of discretionary revenues, with a Net Cost of Service totaling $28.95 million.

Governmental Activities
(In Millions)

	Total Cost of Services	Net Cost of Services
General Government	$ 6.43	$ 4.10
Public Safety	38.50	28.95
Community Development	5.49	3.62
Community Services	6.26	3.69
Public Works	7.93	6.00
Interest on Long-Term Debt	5.03	5.03
Total	$ 69.64	$ 51.39

THE CITY'S FUNDS

On pages 25-27, the Governmental Funds Balance Sheet is shown. The combined fund balance of $24.07 million decreased by $7.18 million over the prior year. This net decrease is due to the following changes within the City's funds:

- The Retirement Fund had a net decrease in fund balance of $1.89 million, which was due to the issuance of the 2017 Pension Obligation Bond. This balance is expected to be replenished over time, as revenues in the fund are expected to exceed expenditures in future years.
- A decrease in the Proposition C and Measure R Project Fund, totaling $3.33 million, for expenditures incurred for the Monrovia Renewal Project. Bond proceeds were received in a prior year to fund Monrovia Renewal capital expenditures, and this reduction represents the spend down of reserves in the fund for their intended purpose.
- A decrease of $.87 million in the Capital Improvement Fund for completion of the Station Square and other capital projects. These expenditures were planned and are a spend down of prior year revenues.
- A reduction in the fund balance for non-major governmental funds totaling $.90 million for expenditures incurred for the GoMonrovia program. This reduction is a spend down of reserves that have been set aside in prior years for transportation programs.

General Fund Budgetary Highlights

During the year, with the recommendation from City staff, the City Council made several adjustments to the budget. Adjustments were made as staff requested additional appropriations to cover the cost of projects that either had change orders for additional work, or the estimated cost at the beginning of the project was underestimated. Adjustments were also made as departments requested increases to their budgets to implement new programs or to add enhancements to existing programs. All amendments that either increase or decrease appropriations are approved by the City Council.

The General Fund had a positive net increase in fund balance totaling $.26 million, bringing the ending fund balance to $6.5 million. Actual ending revenues of $45.70 million (including transfers) were $0.64 million more than final budgeted revenues of $45.06 million. Below are a few notable items regarding the General Fund:

- The City's overall tax revenue increased by approximately $1.34 million, or 5.3%, over prior year levels. During Fiscal Year 2017-18, sales tax and property taxe revenues continued to show strong growth, with an increase of approximately $500,000 and $803,000, respectively. Additionally, intergovernmental revenues increased by approximately $851,000, or 93.8%, over the prior year, which is attributable to an increase in one-time revenues received during the current fiscal year for wildfire reimbursements from the State of California and Successor Agency AB1290 property tax revenues.
- Use of Money and Property increased approximately $63,600 over the prior year, and Fines and Forfeitures decreased by approximately $105,000, or 37.2%. Miscellaneous revenue increased $238,000, or 42.3%, over the prior year, due to the receipt of one-time monies received during the fiscal year.

The General Fund actual expenditures of $45.43 million (including transfers) were $0.55 million more than the final budget of $45.98 million. This variance was due to the following:

- An increase in fire suppression costs, totaling $.33 million, resulting from Monrovia's assistance with the California wildfires that occurred throughout the year. These costs are ultimately reimbursed by the State of California; however, because the City is unable to anticipate these costs at the time of budget preparation, a budget was not established for the year. This causes an overage when comparing actual expenditures to budgeted expenditures in the General Fund.
- In addition, minor variances in personnel costs, including pension costs and one-time leave payouts, occurred during the year. The increase in pension costs is due to CalPERS retirement funding assumptions changes that have resulted in higher costs.

While the City realized savings in many General Fund departments, several departments incurred overages, including Police Detectives and Fire Suppression. These overages were offset by savings in departments, such as Police Services, Planning, and Canyon Park.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At June 30, 2018, the City had $137.77 million in land, buildings, equipment, and infrastructure capital assets. (See Table 3). This amount represents a net increase (including additions, deletions, and adjustments) of $10.88 million. Capital assets increased by $ 2.63 million in governmental activities and $8.25 million in business-type activities. These increases were mainly attributed to assets constructed as part of the Monrovia Renewal Project. In addition, assets were also acquired as part of the City-wide CIP program. Normal depreciation of existing assets resulted in a decrease in some asset categories, such as Structures and Improvements and Infrastructure.

To see detailed activity for Capital Assets, please see pages 57 and 58 in the notes to the financial statements.

TABLE 3

CAPITAL ASSETS AT YEAR-END
(NET OF DEPRECIATION, IN MILLIONS)

For the year ended June 30, 2018

	Governmental Activities		Business Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	$ 32.91	$ 32.91	$ .44	$ .44	$ 33.35	$ 33.35
Construction in Progress	4.11	1.95	10.29	1.86	14.40	3.81
Structures and Improvements	16.17	16.33	2.13	2.19	18.30	18.52
Furniture and Equipment	3.63	3.83	.01	.03	3.64	3.86
Infrastructure	51.10	50.27	16.98	17.08	68.08	67.35
Total	$ 107.92	$ 105.29	$ 29.85	$ 21.60	$ 137.77	$ 126.89

Debt

The City's total outstanding debt at year-end increased by $99.46 million. At year-end, the City's governmental activities had $149.50 million in bonds, leases, compensated absences, and claims and judgments, compared to $49.28 million in the prior year, an increase of $100.22 million. The net increase of $100.22 million was the result of the issuance of the 2017 Pension Obligation Bonds and the refunding of the 2010 Pension Obligation Bonds. Please see the Notes to the Financial Statements for detailed information (pages 60-69).

The City's business-type activities debt decreased $.76 million, from $39.16 million to $38.40 million. This decrease is due to the annual payment of principal on the 2016 Water and Sewer Revenue Bonds. These bonds were issued to fund infrastructure for the Monrovia Renewal Project. For detailed information, please see page 70 in the Notes to the Financial Statements.

TABLE 4
OUSTANDING DEBT, AT YEAR-END
(IN MILLIONS)

For the year ended June 30, 2018

	Governmental Activities		Business Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Compensated Absences	$ 2.51	$ 2.20	$ .14	$ .12	$ 2.65	$ 2.32
Pension Obligation Bonds	110.19	10.97	-	-	110.19	10.97
Capitalized Leases	.14	.27	-	-	.14	.27
Claims & Judgments	3.30	1.40	-	-	3.30	1.40
Revenue Bonds	31.81	32.93	35.68	36.37	67.49	69.30
Unamortized Bond Premium (Discount)	1.55	1.51	2.58	2.67	4.13	4.18
TOTALS	$ 149.50	$ 49.28	$ 38.40	$ 39.16	$ 187.90	$ 88.44

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

In preparing the budget for Fiscal Year 2018-2019, management looked at the following key economic factors:

- The effects of a strong economy offset by the potential for a possible upcoming recession over the course of the next few years.
- The impact on revenues resulting from continued assessed valuation growth in housing market activity (e.g., increases in development activity and increases in housing prices) in the region and in California.
- The impact on revenues resulting from stable retail sales activity in California.
- The impact on revenues resulting from a strong tourism industry within California.

Key budget assumptions for forecasting General Fund revenues include the following:

- Sales Tax revenue is expected to moderately increase, with an estimated projection of $10.7 million, or 2%.
- Property tax revenues are expected to increase, as assessed values of single family homes are expected to increase during Fiscal Year 2018-19. Property tax revenues are projected to be $12.8 million, an increase of approximately 5%.
- The City's Transient Occupancy (Hotel) Tax (TOT) continues to show strong growth over the last several years. In June 2018, the voters approved a 2% increase in the City's TOT rate, bringing the rate to 12%. As a result, the City projects that revenues will increase 26% during the 2018-19 Fiscal Year, with total hotel tax receipts projected to be approximately $2.5 million.
- Service revenues, especially building and planning-related revenues, will continue to experience growth as construction is anticipated to continue to ramp up on several new developments within the City.
- Some growth in revenue will result from realigning fees with the cost of services.

The Operating Budget for Fiscal Year 2018-2019 is a well-balanced budget that reflects the City's commitment to foster steady, controlled growth and provide the highest level of service to the community within the City's financial constraint, and is consistent with the City Council's list of objectives. Budget documents are available online at www.cityofmonrovia.org. Questions or requests for information regarding the City of Monrovia's budget should be sent to the Administrative Services Department at the address below.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City of Monrovia's finances and to show the City's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

City of Monrovia,
Administrative Services Department
415 S. Ivy, Monrovia, CA 91016.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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CITY OF MONROVIA

STATEMENT OF NET POSITION
JUNE 30, 2018

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and investments	$ 13,550,882	$ 18,123,163	$ 31,674,045
Receivables:			
Accounts	1,918,705	2,726,605	4,645,310
Taxes	3,206,905	-	3,206,905
Notes and loans	1,319,002	-	1,319,002
Accrued interest	117,370	-	117,370
Deferred loans	1,663,518	-	1,663,518
Grants	1,571,929	-	1,571,929
Internal balances	177,357	(177,357)	-
Advances to Successor Agency	2,551,385	-	2,551,385
Prepaid costs	2,440,541	126,159	2,566,700
Inventories	1,513	-	1,513
Land held for resale	2,817,012	-	2,817,012
Restricted assets:			
Cash and investments	796,116	-	796,116
Cash with fiscal agent	5,524,700	13,098,068	18,622,768
Capital assets not being depreciated	37,026,576	10,727,387	47,753,963
Capital assets, net of depreciation	70,894,010	19,125,067	90,019,077
Total Assets	**145,577,521**	**63,749,092**	**209,326,613**
Deferred Outflows of Resources:			
Deferred charge on refunding	1,523,903	-	1,523,903
Deferred pension related items	112,812,918	9,226,305	122,039,223
Total Deferred Outflows of Resources	**114,336,821**	**9,226,305**	**123,563,126**
Liabilities:			
Accounts payable	3,779,718	3,481,455	7,261,173
Accrued liabilities	1,242,696	61,160	1,303,856
Accrued interest	775,040	113,473	888,513
Unearned revenue	113,573	39,947	153,520
Deposits payable	124,651	140,854	265,505
Due to other governments	197,373	-	197,373
Noncurrent liabilities:			
Due within one year	7,302,746	815,002	8,117,748
Due in more than one year	142,199,287	37,582,109	179,781,396
OPEB Obligation	28,066,502	3,483,498	31,550,000
Net pension liability	92,132,102	7,959,687	100,091,789
Total Liabilities	**275,933,688**	**53,677,185**	**329,610,873**
Deferred Inflows of Resources:			
Deferred pension related items	3,194,872	117,898	3,312,770
Deferred inflows OPEB items	2,948,984	366,016	3,315,000
Total Deferred Inflows of Resources	**6,143,856**	**483,914**	**6,627,770**
Net Position:			
Net investment in capital assets	81,458,761	17,739,051	99,197,812
Restricted for:			
Housing	4,305,014	-	4,305,014
Public safety	291,210	-	291,210
Public works	184,489	-	184,489
Capital projects	8,173,602	-	8,173,602
Debt service	1,130,877	-	1,130,877
Retirement	719,430	-	719,430
Transportation	2,178,493	-	2,178,493
Air quality	346,385	-	346,385
Library	947,041	-	947,041
Memorial Trust			
Expendable	31,580	-	31,580
Nonexpendable	70,000	-	70,000
Unrestricted	(122,000,084)	1,075,247	(120,924,837)
Total Net Position	**$ (22,163,202)**	**$ 18,814,298**	**$ (3,348,904)**

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Contributions and Grants	Program Revenues: Capital Contributions and Grants
Primary Government:				
Governmental Activities:				
General government	$ 6,425,829	$ 1,976,276	$ 345,566	$ 3,300
Public safety	38,500,875	2,293,174	7,261,443	-
Community Services	6,259,263	1,519,710	1,046,484	2,210
Community Development	5,493,974	1,641,216	235,085	-
Public works	8,007,614	699,671	721,225	583,923
Interest on long-term debt	5,034,392	-	-	-
Total Governmental Activities	**69,721,947**	**8,130,047**	**9,609,803**	**589,433**
Business-Type Activities:				
Water	10,715,550	9,034,717	-	-
Sewer	1,024,651	1,587,835	-	-
Storm Drain	182,932	285,804	-	-
Street Sweeping	181,878	210,679	-	-
Waste Management	125,745	2,825,514	30,395	-
Total Business-Type Activities	**12,230,756**	**13,944,549**	**30,395**	**-**
Total Primary Government	**$ 81,952,703**	**$ 22,074,596**	**$ 9,640,198**	**$ 589,433**
General Revenues:				
Taxes:				
Property taxes, levied for general purpose				
Transient occupancy taxes				
Sales taxes				
Franchise taxes				
Business licenses taxes				
Other taxes				
Motor vehicle in lieu - unrestricted				
Use of money and property				
Other				
Loss on sale of property				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
Net Position at Beginning of Year				
Restatement of Net Position				
Net Position at End of Year				

See Notes to Financial Statements

Net (Expenses) Revenues and Changes in Net Position		
Primary Government		
Governmental Activities	**Business-Type Activities**	**Total**
$ (4,100,687)	$ -	$ (4,100,687)
(28,946,258)	-	(28,946,258)
(3,690,859)	-	(3,690,859)
(3,617,673)	-	(3,617,673)
(6,002,795)	-	(6,002,795)
(5,034,392)	-	(5,034,392)
(51,392,664)	**-**	**(51,392,664)**
-	(1,680,833)	(1,680,833)
-	563,184	563,184
-	102,872	102,872
-	28,801	28,801
-	2,730,164	2,730,164
-	**1,744,188**	**1,744,188**
(51,392,664)	**1,744,188**	**(49,648,476)**
20,286,871	-	20,286,871
1,935,581	-	1,935,581
10,521,395	-	10,521,395
728,638	-	728,638
757,991	-	757,991
1,297,912	-	1,297,912
20,273	-	20,273
825,433	262,245	1,087,678
578,651	20,046	598,697
(121,895)	-	(121,895)
(3,001,615)	3,001,615	-
33,829,235	**3,283,906**	**37,113,141**
(17,563,429)	5,028,094	(12,535,335)
10,788,030	17,615,403	28,403,433
(15,387,803)	(3,829,199)	(19,217,002)
$ (22,163,202)	**$ 18,814,298**	**$ (3,348,904)**

See Notes to Financial Statements

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FUND FINANCIAL STATEMENTS

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MAJOR GOVERNMENTAL FUNDS

The following funds have been classified as major governmental funds in the accompanying financial statements.

General Fund - To account for all revenues and expenditures of the City which are not required to be accounted for in another fund.

Retirement Fund - To account for voter approved override property taxes levied for employee retirement funding. Monies are transferred from this fund to numerous other funds to reimburse each fund for the payment of retirement costs which are charged directly against each fund. In addition, monies are transferred from this fund to the Pension Obligation Bond Debt Service Fund to provide funds for the payment of debt service on the 2017 Pension Obligation Bonds.

Gang Violence and Drug Abuse Grant Fund – To account for the revenues and expenditures of federal and state anti-drug abuse grants for which the City provides fiduciary responsibilities. The City is the grant recipient for funds used by a consortium of federal, state, and local law enforcement agencies who manage grant activities.

Monrovia Housing Authority Fund – To account for the costs of construction and management of quality affordable housing within the City. The Monrovia Housing Authority was established pursuant to the California Housing Authority Law.

Proposition C and Measure R Projects - To account for Proposition C and Measure R project expenditures for the Monrovia Renewal Improvement Program, which have been financed through a bond measure. This program provides for Citywide street infrastructure repairs and improvements.

Capital Improvement Fund - To account for the costs associated with major capital improvement projects not financed under other funds. The many different projects undertaken by this fund are under the control of the Public Works Department. Financing for the projects includes state grants, investment earnings, and new construction taxes.

Pension Obligation Bond Debt Service Fund – This fund was created to accumulate funds for the payment of debt service on the 2010 [now 2017 refunding] Pension Obligation Bonds. Funds are transferred in from the Retirement Fund.

CITY OF MONROVIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

		Special Revenue Funds	
	General	Retirement	Gang Violence and Drug Abuse Grants
Assets:			
Pooled cash and investments	$ 2,119,049	$ 523,034	$ -
Receivables:			
Accounts	866,079	-	-
Taxes	2,877,442	196,396	-
Notes and loans	44,850	-	-
Accrued interest	117,370	-	-
Deferred loans	-	-	-
Grants	16,630	-	1,014,117
Prepaid costs	29,775	-	-
Due from other funds	3,035,251	-	-
Advances to Successor Agency of the former RDA	-	-	-
Land held for resale	378,579	-	-
Restricted assets:			
Cash and investments	-	-	-
Cash and investments with fiscal agents	-	-	-
Total Assets	**$ 9,485,025**	**$ 719,430**	**$ 1,014,117**
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	$ 1,005,179	$ -	$ 738,730
Accrued liabilities	1,191,574	-	-
Unearned revenues	31,983	-	-
Deposits payable	114,651	-	-
Due to other governments	-	-	5,196
Due to other funds	-	-	269,033
Total Liabilities	**2,343,387**	**-**	**1,012,959**
Deferred Inflows of Resources:			
Unavailable revenues	639,103	-	393,058
Total Deferred Inflows of Resources	**639,103**	**-**	**393,058**
Fund Balances:			
Nonspendable:			
Prepaid costs	29,775	-	-
Land held for resale	378,579	-	-
Permanent fund principal	-	-	-
Restricted for:			
Public safety	-	-	-
Public works	-	-	-
Capital Projects	-	-	-
Debt service	-	-	-
Retirement	-	719,430	-
Transportation	-	-	-
Air quality	-	-	-
Library	-	-	-
Housing	-	-	-
Assigned to:			
Special Programs	839,121	-	-
General plan update	254,786	-	-
Unassigned	5,000,274	-	(391,900)
Total Fund Balances	**6,502,535**	**719,430**	**(391,900)**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 9,485,025**	**$ 719,430**	**$ 1,014,117**

See Notes to Financial Statements

CITY OF MONROVIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

	Special Revenue Fund	Capital Projects Funds	
	Monrovia Housing Authority	Proposition C and Measure R Projects	Capital Improvement
Assets:			
Pooled cash and investments	$ 1,309,480	$ 1,060,602	$ 119,353
Receivables:			
Accounts	-	-	99,762
Taxes	-	-	-
Notes and loans	1,274,152	-	-
Accrued interest	-	-	-
Deferred loans	1,663,518	-	-
Grants	-	-	432,083
Prepaid costs	-	-	818
Due from other funds	-	-	-
Advances to Successor Agency of the former RDA	2,551,385	-	-
Land held for resale	-	-	2,438,433
Restricted assets:			
Cash and investments	-	-	-
Cash and investments with fiscal agents	-	5,516,872	-
Total Assets	**$ 6,798,535**	**$ 6,577,474**	**$ 3,090,449**
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	$ 2,567	$ 987,230	$ 12,247
Accrued liabilities	3,284	-	-
Unearned revenues	-	-	13,301
Deposits payable	-	-	10,000
Due to other governments	-	-	188,642
Due to other funds	-	-	-
Total Liabilities	**5,851**	**987,230**	**224,190**
Deferred Inflows of Resources:			
Unavailable revenues	2,487,670	-	282,083
Total Deferred Inflows of Resources	**2,487,670**	**-**	**282,083**
Fund Balances:			
Nonspendable:			
Prepaid costs	-	-	818
Land held for resale	-	-	-
Permanent fund principal	-	-	-
Restricted for:			
Public safety	-	-	-
Public works	-	-	-
Capital Projects	-	5,590,244	2,583,358
Debt service	-	-	-
Retirement	-	-	-
Transportation	-	-	-
Air quality	-	-	-
Library	-	-	-
Housing	4,305,014	-	-
Assigned to:			
Special Programs	-	-	-
General plan update	-	-	-
Unassigned	-	-	-
Total Fund Balances	**4,305,014**	**5,590,244**	**2,584,176**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 6,798,535**	**$ 6,577,474**	**$ 3,090,449**

See Notes to Financial Statements

CITY OF MONROVIA

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

	Debt Service Funds		
	Pension Obligation Bond Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:			
Pooled cash and investments	$ 17,675	$ 4,926,811	$ 10,076,004
Receivables:			
Accounts	-	569,637	1,535,478
Taxes	-	133,067	3,206,905
Notes and loans	-	-	1,319,002
Accrued interest	-	-	117,370
Deferred loans	-	-	1,663,518
Grants	-	109,099	1,571,929
Prepaid costs	-	-	30,593
Due from other funds	-	-	3,035,251
Advances to Successor Agency of the former RDA	-	-	2,551,385
Land held for resale	-	-	2,817,012
Restricted assets:			
Cash and investments	-	796,116	796,116
Cash and investments with fiscal agents	7,789	39	5,524,700
Total Assets	**$ 25,464**	**$ 6,534,769**	**$ 34,245,263**
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable	$ -	$ 817,654	$ 3,563,607
Accrued liabilities	-	33,014	1,227,872
Unearned revenues	-	68,289	113,573
Deposits payable	-	-	124,651
Due to other governments	-	3,535	197,373
Due to other funds	-	517,535	786,568
Total Liabilities	**-**	**1,440,027**	**6,013,644**
Deferred Inflows of Resources:			
Unavailable revenues	-	358,258	4,160,172
Total Deferred Inflows of Resources	**-**	**358,258**	**4,160,172**
Fund Balances:			
Nonspendable:			
Prepaid costs	-	-	30,593
Land held for resale	-	-	378,579
Permanent fund principal	-	101,580	101,580
Restricted for:			
Public safety	-	291,210	291,210
Public works	-	184,489	184,489
Capital Projects	-	-	8,173,602
Debt service	25,464	1,105,413	1,130,877
Retirement	-	-	719,430
Transportation	-	2,178,493	2,178,493
Air quality	-	346,385	346,385
Library	-	947,041	947,041
Housing	-	-	4,305,014
Assigned to:			
Special Programs	-	-	839,121
General plan update	-	-	254,786
Unassigned	-	(418,127)	4,190,247
Total Fund Balances	**25,464**	**4,736,484**	**24,071,447**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 25,464**	**$ 6,534,769**	**$ 34,245,263**

See Notes to Financial Statements

CITY OF MONROVIA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2018

Fund balances of governmental funds		$ 24,071,447
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.		102,985,820
Deferred outflows related to pension items:		
Miscellaneous net different between projected and actual investment earnings	$ 767,808	
Miscellaneous change in assumptions	3,085,330	
Miscellaneous pension contributions subsequent to measurement date	2,922,867	
Miscellaneous pension contributions subsequent to measurement date due to 2017 POB issuance	35,380,035	
Safety pension contributions subsequent to measurement date due to 2017 POB issuance	53,336,292	
Safety pension contributions subsequent to measurement date	4,480,876	
Safety change in assumptions	7,855,028	
Safety net difference between projected and actual experience	1,712,704	
Safety net difference between projected and actual investment earnings	541,632	
Safety adjustment due to differences in proportion	548,068	110,630,640
Long-term debt and compensated absences that have not been included in the governmental fund activity:		
Bonds payable	(141,862,289)	
Unamortized bond premiums/discounts	(1,554,889)	
Unamortized deferred charge on refunding	1,523,903	
Capitalized leases payable	(137,711)	
Compensated Absences	(2,481,343)	(144,512,329)
Governmental funds report all pension and OPEB contributions as expenditures, however, the unfunded net pension and OPEB liabilities are reported in the statement of net position.		
Miscellaneous net pension liability	(36,363,691)	
Safety net pension liability	(53,885,723)	
OPEB liability	(27,355,714)	(117,605,128)
Accrued interest payable for the current portion of interest due on bonds has not been reported in the governmental funds.		(775,040)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		4,160,172
Deferred inflows related to pension items:		
Miscellaneous net differences between projected and actual experience	(538,689)	
Safety change in assumptions	(602,659)	
Safety net differences between projected and actual experience	(141,218)	
Safety adjustment due to difference in proportions	(747,695)	
Safety adjustment due to difference in proportion contribution	(1,136,726)	(3,166,987)
Deferred inflows related to OPEB items:		
Change in assumptions		(2,874,301)
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position.		4,922,504
Net Position of Governmental Activities		**$ (22,163,202)**

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

		Special Revenue Funds	
	General	Retirement	Gang Violence and Drug Abuse Grants
Revenues:			
Taxes	$ 26,488,533	$ 6,602,231	$ -
Assessments	-	-	-
Licenses and permits	810,168	-	-
Intergovernmental	1,758,278	-	6,281,748
Charges for services	2,601,426	-	-
Use of money and property	485,544	9,983	90
Fines and forfeitures	176,797	-	-
Contributions	100,100	-	-
Miscellaneous and other revenue	798,638	-	451
Total Revenues	**33,219,484**	**6,612,214**	**6,282,289**
Expenditures:			
Current:			
General government	5,645,670	147,122	-
Public safety	27,046,568	-	6,366,220
Community development	3,118,445	-	-
Parks and recreation	5,341,332	-	-
Public works	1,368,169	-	-
Capital outlay	205,691	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Cost of issuance			
Payment to refunded bond escrow agent	-	-	-
Total Expenditures	**42,725,875**	**147,122**	**6,366,220**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,506,391)	6,465,092	(83,931)
Other Financing Sources (Uses):			
Transfers in	12,483,068	2,400,000	-
Transfers out	(2,708,887)	(10,753,977)	-
Lease revenue bond issued	-	-	-
Loss on sale of property	-	-	-
Total Other Financing Sources (Uses)	**9,774,181**	**(8,353,977)**	**-**
Net Change in Fund Balances	267,790	(1,888,885)	(83,931)
Fund Balances, Beginning of Year	6,234,745	2,608,315	(307,969)
Fund Balances, End of Year	**$ 6,502,535**	**$ 719,430**	**$ (391,900)**

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue Funds	Capital Projects Funds	
	Monrovia Housing Authority	Proposition C and Measure R Projects	Capital Improvement
Revenues:			
Taxes	$ -	$ -	$ 5,125
Assessments	-	-	-
Licenses and permits	-	-	-
Intergovernmental	-	-	392,468
Charges for services	-	-	-
Use of money and property	57,722	41,582	3,165
Fines and forfeitures	-	-	-
Contributions	-	-	890
Miscellaneous and other revenue	3,694	-	64,818
Total Revenues	**61,416**	**41,582**	**466,466**
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	-
Community development	231,240	-	-
Parks and recreation	-	-	-
Public works	-	-	-
Capital outlay	-	3,370,760	1,695,691
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Cost of issuance			
Payment to refunded bond escrow agent	-	-	-
Total Expenditures	**231,240**	**3,370,760**	**1,695,691**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(169,824)	(3,329,178)	(1,229,225)
Other Financing Sources (Uses):			
Transfers in	158,160	-	375,000
Transfers out	(243,936)	-	(16,633)
Lease revenue bond issued	-	-	-
Loss on sale of property	(128,615)	-	-
Total Other Financing Sources (Uses)	**(214,391)**	**-**	**358,367**
Net Change in Fund Balances	(384,215)	(3,329,178)	(870,858)
Fund Balances, Beginning of Year	4,689,229	8,919,422	3,455,034
Fund Balances, End of Year	**$ 4,305,014**	**$ 5,590,244**	**$ 2,584,176**

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Debt Service Fund: Pension Obligation Bond Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	$ -	$ 2,651,892	$ 35,747,781
Assessments	-	1,334,883	1,334,883
Licenses and permits	-	-	810,168
Intergovernmental	-	3,591,358	12,023,852
Charges for services	-	358,172	2,959,598
Use of money and property	6,917	62,028	667,031
Fines and forfeitures	-	636,316	813,113
Contributions	-	2,310	103,300
Miscellaneous and other revenue	-	10,572	878,173
Total Revenues	**6,917**	**8,647,531**	**55,337,899**
Expenditures:			
Current:			
General government	7,312,850	-	13,105,642
Public safety	62,637,806	1,259,741	97,310,335
Community development	6,740,911	1,282,849	11,373,445
Parks and recreation	6,436,281	63,430	11,841,043
Public works	5,588,479	3,592,370	10,549,018
Capital outlay	-	993,034	6,265,176
Debt service:			
Principal retirement	1,355,000	1,115,000	2,470,000
Interest and fiscal charges	2,041,785	1,222,838	3,264,623
Cost of issuance	1,103,245	-	1,103,245
Payment to refunded bond escrow agent	12,061,925	-	12,061,925
Total Expenditures	**105,278,282**	**9,529,262**	**169,344,452**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(105,271,365)	(881,731)	(114,006,553)
Other Financing Sources (Uses):			
Transfers in	3,314,189	3,237,018	21,967,435
Transfers out	(9,574,811)	(3,259,093)	(26,557,337)
Lease revenue bond issued	111,545,000	-	111,545,000
Loss on sale of property	-	-	(128,615)
Total Other Financing Sources (Uses)	**105,284,378**	**(22,075)**	**106,826,483**
Net Change in Fund Balances	13,013	(903,806)	(7,180,070)
Fund Balances, Beginning of Year	12,451	5,640,290	31,251,517
Fund Balances, End of Year	**$ 25,464**	**$ 4,736,484**	**$ 24,071,447**

See Notes to Financial Statements

CITY OF MONROVIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2018

Net change in fund balances - total governmental funds		$ (7,180,070)
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 costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation and disposals in the current period.		
Capital outlay	$ 6,236,197	
Depreciation	(3,678,526)	
Disposals	(100,000)	2,457,671
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Principal repayments	2,470,000	
2017 Pension Obligation Bonds refunding issuance	(111,545,000)	
2010 Pension Obligation Bonds refunding defeasance	10,970,000	
2017 Pension Obligation Bonds deferred charge	1,148,991	
Amortization of bond premiums/discounts	(40,111)	
Amortization of deferred charge	(70,944)	(97,067,064)
Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period.		(564,074)
Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(308,874)
Pension and OPEB obligation expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Pension	85,445,395	
OPEB	(159,540)	85,285,855
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		(95,105)
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities.		(91,768)
Change in Net Position of Governmental Activities		**$ (17,563,429)**

See Notes to Financial Statements

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MAJOR PROPRIETARY FUNDS

The following funds have been classified as major proprietary funds in the accompanying financial statements.

Water Fund – To account for the costs associated with maintaining and operating the City's water system, which includes water production and treatment, delivery and distribution of potable water, State-mandated water quality testing, inspection services, utility billing and collection for water services, and water pipeline and water facility improvements.

Sewer Fund - To account for the costs associated with maintaining and operating the Citywide sewer system, which includes sewer cleaning, preventative maintenance, emergency standby service, and sewer pipeline improvements.

CITY OF MONROVIA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2018

Assets and Deferred Outflows of Resources:	Business-Type Activities - Enterprise Funds				Governmental Activities- Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Totals	
Assets:					
Current:					
Cash and investments	$ 12,227,935	$ 4,961,464	$ 933,764	$ 18,123,163	$ 3,474,878
Receivables:					
Accounts	1,645,885	222,549	858,171	2,726,605	383,227
Prepaid costs	91,222	34,937	-	126,159	2,409,948
Inventories	-	-	-	-	1,513
Restricted:					
Cash with fiscal agent	9,880,006	3,218,062	-	13,098,068	-
Total Current Assets	**23,845,048**	**8,437,012**	**1,791,935**	**34,073,995**	**6,269,566**
Noncurrent:					
Capital assets - net of accumulated depreciation	20,813,386	8,514,947	524,121	29,852,454	4,934,766
Total Noncurrent Assets	**20,813,386**	**8,514,947**	**524,121**	**29,852,454**	**4,934,766**
Total Assets	**44,658,434**	**16,951,959**	**2,316,056**	**63,926,449**	**11,204,332**
Deferred Outflows of Resources:					
Deferred pension related items	8,615,653	610,652	-	9,226,305	2,182,278
Total Deferred Outflows of Resources	**8,615,653**	**610,652**	**-**	**9,226,305**	**2,182,278**
Total Assets and Deferred Outflows of Resources	**$ 53,274,087**	**$ 17,562,611**	**$ 2,316,056**	**$ 73,152,754**	**$ 13,386,610**
Liabilities, Deferred Inflows of Resources, and Net Position:					
Liabilities:					
Current:					
Accounts payable	$ 2,918,405	$ 473,976	$ 89,074	$ 3,481,455	$ 216,111
Accrued liabilities	58,340	2,820	-	61,160	14,824
Accrued interest	80,922	32,551	-	113,473	-
Unearned revenues	-	-	39,947	39,947	-
Deposits payable	10,250	-	130,604	140,854	-
Due to other funds	-	-	-	-	2,248,683
Accrued compensated absences	79,610	11,344	9,048	100,002	21,917
Accrued claims and judgments	-	-	-	-	2,109,510
Bonds, notes, and capital leases	510,000	205,000	-	715,000	99,250
Total Current Liabilities	**3,657,527**	**725,691**	**268,673**	**4,651,891**	**4,710,295**
Noncurrent:					
Accrued compensated absences	34,789	4,957	3,954	43,700	9,578
Accrued claims and judgments	-	-	-	-	1,187,085
Bonds, notes, and capital leases	26,769,269	10,769,140	-	37,538,409	38,461
OPEB liability	3,252,973	230,525	-	3,483,498	710,788
Net pension liability	7,432,868	526,819	-	7,959,687	1,882,688
Total Noncurrent Liabilities	**37,489,899**	**11,531,441**	**3,954**	**49,025,294**	**3,828,600**
Total Liabilities	**41,147,426**	**12,257,132**	**272,627**	**53,677,185**	**8,538,895**
Deferred Inflows of Resources:					
Deferred pension related items	110,095	7,803	-	117,898	27,885
Deferred OPEB related items	341,794	24,222	-	366,016	74,683
Total Deferred Inflows of Resources	**451,889**	**32,025**	**-**	**483,914**	**102,568**
Net Position:					
Net investment in capital assets	12,518,478	4,696,452	524,121	17,739,051	4,797,055
Unrestricted	(843,706)	577,002	1,519,308	1,252,604	(51,908)
Total Net Position	**11,674,772**	**5,273,454**	**2,043,429**	**18,991,655**	**4,745,147**
Total Liabilities, Deferred Inflows of Resources, and Net Position	**$ 53,274,087**	**$ 17,562,611**	**$ 2,316,056**	**$ 73,152,754**	**$ 13,386,610**

Reconciliation of Net Position to the Statement of Net Position

Net Position per Statement of Net Position - Proprietary Funds	$ 18,991,655
Prior years' accumulated adjustment to reflect the consolidation of internal service funds activities related to the enterprise funds	51,400
Current years' adjustments to reflect the consolidation of internal service activities related to enterprise funds	(228,757)
Net Position per Statement of Net Position	**$ 18,814,298**

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds				Governmental Activities- Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Totals	
Operating Revenues:					
Sales and service charges	$ 9,034,717	$ 1,587,835	$ 3,321,997	$ 13,944,549	$ 196,206
Interdepartmental charges	-	-	-	-	7,756,394
Miscellaneous	20,006	-	40	20,046	460,192
Total Operating Revenues	**9,054,723**	**1,587,835**	**3,322,037**	**13,964,595**	**8,412,792**
Operating Expenses:					
Salaries and employee benefits	4,457,231	-	-	4,457,231	593,220
Professional and contract services	1,944,544	150,934	336,754	2,432,232	3,344,639
Maintenance and supplies	1,354,964	308,398	127,004	1,790,366	1,512,663
Utilities	1,443,610	-	-	1,443,610	726,163
Repairs and replacements	37,240	-	-	37,240	235,676
Claims expense	-	-	-	-	109,749
Depreciation expense	283,238	176,719	26,797	486,754	775,947
Claims expense/(recovery)	-	-	-	-	3,021,040
Total Operating Expenses	**9,520,827**	**636,051**	**490,555**	**10,647,433**	**10,319,097**
Operating Income (Loss)	(466,104)	951,784	2,831,482	3,317,162	(1,906,305)
Nonoperating Revenues (Expenses):					
Intergovernmental	-	-	30,395	30,395	-
Interest revenue	174,866	62,833	24,546	262,245	39,234
Interest expense	(965,966)	(388,600)	-	(1,354,566)	(48,461)
Gain (loss) on disposal of capital assets	-	-	-	-	6,720
Total Nonoperating Revenues (Expenses)	**(791,100)**	**(325,767)**	**54,941**	**(1,061,926)**	**(2,507)**
Income (Loss) Before Transfers	(1,257,204)	626,017	2,886,423	2,255,236	(1,908,812)
Transfers in	7,230,806	512,498	50,000	7,793,304	1,982,814
Transfers out	(1,560,155)	(219,169)	(3,012,365)	(4,791,689)	(394,527)
Changes in Net Position	4,413,447	919,346	(75,942)	5,256,851	(320,525)
Net Position:					
Beginning of Year, as previously reported	10,837,121	4,607,511	2,119,371	17,564,003	5,846,997
Restatements	(3,575,796)	(253,403)	-	(3,829,199)	(781,325)
Beginning of Fiscal Year, as restated	7,261,325	4,354,108	2,119,371	13,734,804	5,065,672
End of Fiscal Year	**$ 11,674,772**	**$ 5,273,454**	**$ 2,043,429**	**$ 18,991,655**	**$ 4,745,147**

Reconciliation of Changes in Net Position to the Statement of Activities:

Changes in Net Position, per the Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds	$ 5,256,851
Adjustment to reflect the consolidation of current fiscal year internal service funds activities related to enterprise funds	(228,757)
Changes in Net Position of Business-Type Activities per Statement of Activities	**$ 5,028,094**

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds				Governmental Activities- Internal
	Water	Sewer	Other Enterprise Funds	Totals	Service Funds
Cash Flows from Operating Activities:					
Cash received from customers and users	$ 8,567,246	$ 1,580,756	$ 2,643,090	$ 12,791,092	$ -
Cash received from/(paid to) interfund service provided	-	-	-	-	8,169,460
Cash paid to suppliers for goods and services	(2,233,238)	-	(474,647)	(2,707,885)	(5,479,597)
Cash received/refunded by suppliers for goods and services	-	-	-	-	3,323
Cash paid to employees for services	(11,318,839)	(1,399,017)	(643,351)	(13,361,207)	(3,174,768)
Cash received from (payments to) others	-	-	-	-	(1,231,598)
Net Cash Provided by Operating Activities	**(4,984,831)**	**181,739**	**1,525,092**	**(3,278,000)**	**(1,713,180)**
Cash Flows from Non-Capital Financing Activities:					
Cash transfers out	(1,560,155)	(219,169)	(3,012,365)	(4,791,689)	(394,527)
Cash transfers in	7,230,806	512,498	50,000	7,793,304	1,982,814
Repayment received from/(paid to) other funds	120,782	-	-	120,782	1,427,614
Cash paid for advances to other funds	-	-	(23,226)	(23,226)	(23,226)
Repayments received for advance to other funds	-	47,585	-	47,585	-
Intergovernmental	-	-	30,395	30,395	-
Net Cash Provided by (Used in) Non-Capital Financing Activities	**5,791,433**	**340,914**	**(2,955,196)**	**3,177,151**	**2,992,675**
Cash Flows from Capital and Related Financing Activities:					
Acquisition and construction of capital assets	(6,572,713)	(2,141,045)	(23,003)	(8,736,761)	(981,816)
Principal paid on capital debt	(494,000)	(201,000)	-	(695,000)	(133,610)
Interest paid on capital debt	(1,034,623)	(414,792)	-	(1,449,415)	(48,461)
Proceeds from sales of capital assets	-	-	-	-	40,602
Net Cash Used in Capital and Related Financing Activities	**(8,101,336)**	**(2,756,837)**	**(23,003)**	**(10,881,176)**	**(1,123,285)**
Cash Flows from Investing Activities:					
Interest received	174,866	62,833	24,546	262,245	39,234
Net Cash Provided by Investing Activities	**174,866**	**62,833**	**24,546**	**262,245**	**39,234**
Net Increase (Decrease) in Cash and Cash Equivalents	**(7,119,868)**	**(2,171,351)**	**(1,428,561)**	**(10,719,780)**	**195,444**
Cash and Cash Equivalents at Beginning of Year	29,227,809	10,350,877	2,362,325	41,941,011	3,279,434
Cash and Cash Equivalents at End of Year	**$ 22,107,941**	**$ 8,179,526**	**$ 933,764**	**$ 31,221,231**	**$ 3,474,878**
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities:					
Operating income	$ (466,104)	$ 951,784	$ 2,831,482	$ 3,317,162	$ (1,906,305)
Adjustments to reconcile operating income net cash provided by (used in) operating activities:					
Depreciation	283,238	176,719	26,797	486,754	775,947
(Increase) decrease in accounts receivable	(441,827)	(7,079)	(679,153)	(1,128,059)	(243,332)
(Increase) decrease in inventories	-	-	-	-	737
(Increase) decrease in prepaid expense	(511)	1,263	-	752	(240,905)
(Increase) decrease in deferred pension related outflows	(7,719,056)	(471,115)	132,426	(8,057,745)	(1,856,414)
Increase (decrease) in accounts payable	1,104,021	(185,160)	(10,942)	907,919	(143,128)
Increase (decrease) in unearned revenue	-	-	(214)	(214)	-
Increase (decrease) in deposits payable	(45,650)	-	420	(45,230)	-
Increase (decrease) in claims and judgments	-	-	-	-	1,899,191
Increase (decrease) in compensated absences	11,855	3,880	6,867	22,602	5,650
Increase (decrease) in accrued liabilities	25,826	89	-	25,915	6,404
Increase (decrease) in OPEB liability	18,971	1,344	-	20,315	785,471
Increase (decrease) in net pension liability	2,266,766	(277,175)	(763,028)	1,226,563	(776,241)
Increase (decrease) in deferred pension related inflows	(22,360)	(12,811)	(19,563)	(54,734)	(20,255)
Total Adjustments	**(4,518,727)**	**(770,045)**	**(1,306,390)**	**(6,595,162)**	**193,125**
Net Cash Provided by Operating Activities	**$ (4,984,831)**	**$ 181,739**	**$ 1,525,092**	**$ (3,278,000)**	**$ (1,713,180)**
Non-Cash Activity in Investing and Financing Activities:					
Amortization of premiums/(discounts)	$ 66,169	$ 27,027	$ -	$ -	$ -

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2018

	Agency Funds Deposits	Private-Purpose Trust Funds
Assets:		
Pooled cash and investments	$ 1,684,046	$ 3,193,853
Receivables:		
Accounts	8,173	11,350
Notes and loans	-	2,298,491
Prepaid costs	-	316,214
Land held for resale	-	4,623,407
Restricted assets:		
Cash and investments with fiscal agents	-	2,045,009
Capital assets:		
Capital assets, not being depreciated	-	400,638
Capital assets, net of accumulated depreciation	-	1,583,329
Total Assets	**$ 1,692,219**	**14,472,291**
Deferred Outflows of Resources:		
Deferred charge on refunding		1,978,701
Total Deferred Outflows of Resources		**1,978,701**
Liabilities:		
Accounts payable	$ 1,496	-
Accrued interest	-	515,386
Deposits payable	1,690,723	-
Advances from City	-	2,551,385
Long-term liabilities:		
Due in one year	-	3,980,000
Due in more than one year	-	47,335,017
Total Liabilities	**$ 1,692,219**	**54,381,788**
Net Position:		
Held in trust for educational material		68,391
Held in trust for other purposes		(37,999,187)
Total Net Position		**$ (37,930,796)**

See Notes to Financial Statements

CITY OF MONROVIA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2018

	Private-Purpose Trust Funds
Additions:	
Taxes	$ 4,994,270
Interest, rental income and change in fair value of investments	225,083
Total Additions	**5,219,353**
Deductions:	
Administrative expenses	306,337
Contractual services	18,638
Interest expense	1,963,696
Depreciation expense	47,071
Loss on sale of property	461,491
Total Deductions	**2,797,233**
Changes in Net Position	**2,422,120**
Net Position:	
Net Position - Beginning of the Year	(40,352,916)
Net Position - End of the Year	**$ (37,930,796)**

See Notes to Financial Statements

NOTES TO THE FINANCIAL STATEMENTS

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I. SIGNIFICANT ACCOUNTING POLICIES

Note 1: Summary of Significant Accounting Policies

a. Financial Reporting Entity

The financial reporting entity "City of Monrovia" includes the accounts of the City, the Monrovia Financing Authority (the Authority), and the Monrovia Housing Authority (Housing Authority).

The City of Monrovia was incorporated December 15, 1887, under the general laws of the State of California and follows the City Council - Manager form of government. As required by accounting principles generally accepted in the United States of America, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. Each blended component unit has a June 30 year-end.

Blended Component Units

The Authority was established by resolution on February 6, 1996, under a Joint Exercise of Powers Agreement (the Agreement) by the City of Monrovia and the former Monrovia Redevelopment Agency. The governing body of the Authority is comprised of the consenting members of the City Council. The agreement provides for the financing of public capital improvements for the City and the Agency through the acquisition by the Authority of such public capital improvements and/or the purchase of obligations of the City and the Agency pursuant to debt purchase agreements.

The Housing Authority was established on October 5, 2004, pursuant to the California Housing Authority Law codified under State of California Health and Safety Code, Section 34200 et seq. The Housing Authority retained the housing assets and functions previously performed by the former Redevelopment Agency. City Council serves as the governing Board for the Housing Authority. Further, City management has the same operational responsibility for the Housing Authority as it does for the rest of the City. The Housing Authority was formed for purposes of construction and management of quality affordable housing within the City. Separate financial statements are not prepared.

Discretely Presented Component Units

Monrovia Wilderness Preserve Foundation, Inc. - The Monrovia Wilderness Preserve Foundation, Inc. (the Foundation), a nonprofit public benefit corporation, was created on November 20, 2000, to acquire property in the foothills to be used as a wilderness preserve for the protection of existing natural resources and to provide outdoor educational activities to nearby schools. The Foundation has a separate governing board, which is comprised of City Council members, employees, citizens and members from two local conservancy agencies. During fiscal year 2017-2018, there was no material financial activity for the Foundation; therefore, financial data has not been presented in the City's financial statements.

Note 1: Summary of Significant Accounting Policies (Continued)

b. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities which normally are supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from the governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, even though the latter are excluded from the government-wide financial statements.

c. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Note 1: Summary of Significant Accounting Policies (Continued)

However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered susceptible to accrual as revenue of the current period. All other revenue items are considered measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

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

- The Retirement Fund is to account for voter approved override property taxes levied for employee retirement funding. Monies are transferred from this fund to numerous other funds to reimburse each fund for the payment of retirement costs which are charged directly against each fund. In addition, monies are transferred from this fund to the Pension Obligation Bond Debt Service Fund to provide funds for the payment of debt service on the 2017 Pension Obligation Bonds.

- The Gang Violence and Drug Abuse Grants Fund accounts for grant funds received from the U.S. Department of Justice, the California Emergency Management Agency, and the Board of State and Community Corrections. All expenditures are restricted to target area projects and programs.

- The Monrovia Housing Authority accounts for transactions related to affordable housing activities. Revenues include bond proceeds held by the Monrovia Successor Agency that will be transferred for use into this fund for affordable housing activities.

- The Proposition C and Measure R Projects Fund accounts for Proposition C and Measure R project expenditures for the Monrovia Renewal Improvement Program, which have been financed through a bond measure. This program will provide for citywide street infrastructure repairs and improvements.

- The Capital Improvement Fund accounts for the costs associated with major capital improvement projects not financed under other funds. The many different projects undertaken by this fund are under the control of the Public Works Department. Financing for the projects includes state grants, investment earnings, and new construction taxes.

- The Pension Obligation Bond Debt Service Funds accounts the accumulation of funds for the payment of debt service on the 2017 Pension Obligation Bonds. Funds are transferred in from the Retirement Fund.

The City reports the following major proprietary funds:

- The Water Fund accounts for the administration, operation, maintenance, improvement and contract costs associated with the water utility.

Note 1: Summary of Significant Accounting Policies (Continued)

- The Sewer Fund accounts for the citywide sewer maintenance services provided to all segments of the community. The City maintains 91 miles of sewer lines.

Additionally, the City reports the following fund types:

- The Permanent Fund is used to account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the City's programs.

- Internal Service Funds are used to account for goods and services provided by one City department to other City departments on a cost-reimbursement basis. The services provided to the departments are facility maintenance including capital replacements, equipment pool maintenance including routine maintenance and replacement of the City's motorized fleet, central services including information services, maintenance and replacement of copy machines and specialized equipment, and the operation of the City-wide general and automotive, workers' compensation and unemployment insurance programs.

- The Agency Fund is used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations and other governmental units. The purpose of the assets held by the City are for various organizations such as the Wilderness Preservation Foundation and the City of Monrovia Employees We Care Foundation, as well as several other miscellaneous activities.

- The Private Purpose Trust Fund is used to account for the Bartle Memorial Trust, which is a contribution where the principal and interest earnings are used to acquire books or other educational materials appropriate to the library. The Private Purpose Trust Fund also accounts for the assets and liabilities of the former redevelopment agency and is allocated revenue to pay estimated installment payments of enforceable obligations until obligations of the former redevelopment agency are paid in full and assets have been liquidated.

The proprietary and private-purpose trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's proprietary funds function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Note 1: Summary of Significant Accounting Policies (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

The principal operating revenues of the Enterprise Funds and of the Internal Service Funds are charges to customers for sales and services. Operating expenses for Enterprise Funds and Internal Service Funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

d. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Equity

Cash and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. For financial statement presentation purposes, cash and cash equivalents are shown as both unrestricted and restricted cash and investments.

Investments for the City, as well as for its component units, are reported at fair value, the value at which a financial instrument could be exchanged in a current transaction between willing parties, other than a forced liquidation sale. The City's policy is generally to hold investments until maturity or until market values equal or exceed cost. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectibles.

Note 1: Summary of Significant Accounting Policies (Continued)

Inventories and Land Held for Resale

All inventories are valued at cost using the first-in/first-out (FIFO) method. The City accounts for inventory using the consumption method and is equally offset by a reservation of fund balance in the fund-level statements, which indicates that it does not constitute "available spendable resources." Inventory is capitalized when purchased and is thereafter recorded as an expenditure at the time the inventory item is consumed.

Land purchased for resale is capitalized as inventory at acquisition costs or net realizable value, if lower. Land held for resale is classified as nonspendable fund balance, which indicates that it does not constitute "available spendable resources." Other property held for resale is capitalized as inventory and is recorded at cost.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

In accordance with GASB Statement No. 34, the City has reported general infrastructure assets acquired in the current and prior years.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the governmental activities and business-type activities for the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Structures and Improvements	50
Equipment, Furniture, & Vehicles:	
Furniture & Fixtures	5
Machinery & Equipment	5-10
Autos & Trucks	5-20
Infrastructures:	
Reservoirs & Wells	50
Water & Sewer Mains	50-75
Meters	35
Hydrants	75
Pumping Equipment	50
Transmission & Distribution	50
Other infrastructures	15-50

Note 1: Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The City has two items that qualify for reporting in this category. It is the deferred charge on refunding reported in the statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The City also has the following items on the statement of net position that it considers deferred outflows of resources related to pensions: contributions made subsequent to the measurement date of the net pension liability, which are deferred and recognized against the respective liabilities in the following year, the net difference between projected and actual earnings on pension plan investments is deferred and will be recognized as a portion of pension expense in future years over a five year amortization period, and differences between expected and actual experiences, change in assumptions, and the difference between actual contributions made and the proportionate share of the risk pool's total contributions which is deferred and amortized over the expected average remaining service life.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two types of reported in this category. The first item is in relation to the net pension and OPEB obligations reported in the statement of net position. These inflows are the results of net differences between projected and actual earnings on pension plan investments, adjustments due to differences in proportions, changes in assumptions, and net difference between proportion actuarial and actual contributions. Inflows from changes in net pension and OPEB liabilities arise only under a full accrual basis of accounting and are reported in the government-wide Statement of Net Position and proprietary funds. The second item arises only under a modified accrual basis of accounting. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: sales taxes and grant revenues. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

Compensated Absences

Compensated absences are accounted for in accordance with Govt. Code Sec. C60. It is the government's policy to permit employees to accumulate earned but unused vacation, holiday and compensatory pay benefits. There is no liability for unpaid accumulated sick leave, with the exception of certain management and fire positions, since the City does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements.

Note 1: Summary of Significant Accounting Policies (Continued)

Claims and Judgments

When it is probable that a claim liability has been incurred, and the amount of the loss can be reasonably estimated, the City records the estimated loss, net of any insurance coverage under its self-insurance program. Claims payable, which include an estimate for incurred but not reported claims (IBNR), are recorded in Internal Service Funds.

Unearned Revenue

Unearned revenues are those where asset recognition has been met, but for which the revenue recognition criteria has not. The City reported as unearned revenues the amount of $113,573 in the governmental funds and $39,947 reported in the Waste Management Proprietary Fund for which services have not yet been rendered.

Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type 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. Bond issuance costs are no longer reported as deferred charges and amortized over the term of the related debt. Debt issuance costs should be recognized in the period incurred. This was a change in accounting principle due to implementing GASB Statement No. 65.

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

Net Pension Liability

For purposes of measuring the 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 Plan and additions to/deductions from the Plan's fiduciary net position has been determined on the same basis as they are reported by the CalPERS Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

Note 1: Summary of Significant Accounting Policies (Continued)

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD)	June 30, 2016
Measurement Date (MD)	June 30, 2017
Measurement Period (MP)	July 1, 2016 to June 30, 2017

Other Post-Employment Benefits (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and the OPEB expense have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

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

Valuation Date	January 1, 2016
Measurement Date	June 30, 2017
Measurement Period	July 1, 2016 to June 30, 2017

Statement of Cash Flows

Substantial portions of the City's investments are in short-term instruments with maturities of one to three years. In addition, there are liquid funds on deposit with California Local Agency Investment Fund. For purposes of the statements of cash flows, all cash and investments held by the enterprise and internal service funds are considered short-term and, accordingly, are considered cash and cash equivalents.

Net Position Flow Assumption

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

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Balance Flow Assumptions

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

Fund Equity

In the fund financial statements, government funds report the following fund balance classification:

Nonspendable include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted include amounts that are constrained on the use of resources by either (a) external creditors, grantors, contributors, or laws of regulations of other governments or (b) by law through constitutional provisions or enabling legislation.

Committed include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority, the City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a resolution.

Assigned include amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The City Manager is authorized to assign amounts to a specific purpose, which was established by the governing body in Resolution No. 2011-32 approved on June 21, 2011.

Unassigned include the residual amounts that have not been restricted, committed, or assigned to specific purposes. The General Fund is the only fund that reports a positive unassigned fund balance amount. In governmental funds, other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, the City reports a negative unassigned fund balance in that fund.

An individual governmental fund could include nonspendable resources and amounts that are restricted or unrestricted (committed, assigned, or unassigned) or any combination of those classifications. Restricted amounts are to be considered spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and committed, assigned, then unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

Note 1: Summary of Significant Accounting Policies (Continued)

Effect of New Accounting Standards

During the fiscal year ended June 30, 2018, the City implemented the following Governmental Accounting Standards Board (GASB) standards:

GASB Statement No. 75 – *Accounting and Financial Reporting for Post-Employment Benefits other than Pensions*. The requirements of this Statement improve accounting and financial reporting by state and local governments for post-employment benefits other than pensions (OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement supersedes the requirements of GASB Statements No. 45, *Accounting for Financial Reporting by Employers for Post-Employment Benefits other than Pensions, as amended*, and No. 57, OPEB *Measurements by Agent Employers and Agent Multiple-Employer Plans*.

As a result of this change in accounting principle, beginning net position as reported in the government-wide statement of activities has been restated (see Note 18 for more information).

II. STEWARDSHIP

Note 2: Deficit Fund Balances

The following non-major funds contained deficit fund balances:

Fund	Amount
Nonmajor Special Revenue Funds:	
Community Development Block Grant	$ 244
Asset Forfeiture	10,286
Police Grants	126,070
Fire Grants	17,916
NonmajorCapital Projects Funds:	
Hillside Acquisition	127,394
Street Maintenance	222,532
Internal Service Funds:	
Liability Insurance	50,132
Workers' Compensation Insurance	2,721,021
Fiduciary Funds:	
Successor Agency of the Former RDA	37,999,187

The City expects to eliminate these deficits from future revenues.

III. DETAILED NOTES ON ALL FUNDS

Note 3: Cash and Investments

As of June 30, 2018, cash and investments were reported in the accompanying financial statements as follows:

	Governmental Activities	Business-Type Activities	Fiduciary Funds	Total
Cash and Investments	$ 13,550,882	$ 18,123,163	$ 4,877,899	$ 36,551,944
Restricted:				
Cash and Investments	796,116	-	-	796,116
Cash with fiscal agents	5,524,700	13,098,068	2,045,009	20,667,777
Total cash and investments	$ 19,871,698	$ 31,221,231	$ 6,922,908	$ 58,015,837

Deposits with financial institutions	$ 566,548
Petty Cash	8,452
Investments	35,976,944
Investments held with fiscal agents	21,463,893
Total cash and investments	$ 58,015,837

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under provisions of bond indentures. Interest income earned on pooled cash and investments is allocated monthly to the various funds based on monthly cash and investment balances. Interest Income from cash and investments with fiscal agents is credited directly to the related fund.

Note 3: Cash and Investments (Continued)

Deposits

At June 30, 2018, the carrying amount of the City's deposits was $566,548 and the bank balance was $1,341,057. The $777,196 difference represents outstanding checks and other reconciling items.

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits which are fully insured up to $250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an "Agent of Depository" has the effect of perfecting the security interest in the name of the local government agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local governmental agency.

Investments

Under provisions of the City's investment policy, and in accordance with the California Government Code, the following investments are authorized:

- U.S. Treasury Bills
- Federal Agency Securities
- Federal Instrumentality
- Repurchase Agreements
- Prime Commercial Paper
- Eligible Bankers Acceptances
- Medium-Term Corporate Notes
- Negotiable and Non-negotiable Certificates of Deposit
- State of California's Local Agency Investment Fund (LAIF)
- Los Angeles County Pooled Investment Fund
- Money Market Funds

Investments Authorized by Debt Agreements

The above investments do not address investment of debt proceeds held by a bond trustee. Investments of debt proceeds held by a bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy.

Note 3: Cash and Investments (Continued)

Investments in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute. The State Treasurer's Office audits the fund annually. The fair value of the position in the investment pool is the same as the value of the pool shares.

GASB Statement No. 31

The City adopted GASB Statement of No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, as of July 1, 1997. GASB Statement No. 31 establishes fair value standards for investments in participating interest earning investment contracts, external investment pools, equity securities, option contracts, stock warrants and stock rights that have readily determinable fair values. Accordingly, the City reports its investments at fair value in the balance sheet. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statement.

Credit Risk

The City's investment policy limits investments in Medium-Term Notes to those rated in the top three rating categories by two of the three largest nationally recognized rating services at time of purchase. As of June 30, 2018, the City did not have any investments in Medium-Term Notes. Generally, credit risk is the risk that an issuer of an investment might not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, and the actual rating by Standard and Poor's as of year-end for each investment type.

			Rating as of Year End	
Investment Type:	Total	Minimum Legal Rating	Aaa	Not Rated
Local Agency Investment Fund	$ 12,838,356	N/A	$ -	$ 12,838,356
US Federal Agencies				
Federal Home Loan Mortgage Corp.	9,853,540	N/A	9,853,540	-
Federal Farm Credit Banks	1,992,700	N/A	1,992,700	-
Federal National Mortgage Assn	10,794,327	N/A	10,794,327	-
Certificates of Deposit	498,021	N/A	-	498,021
Money Market Mutual Funds	21,463,893	N/A	-	21,463,893
	$ 57,440,837		$ 22,640,567	$ 34,800,270

Custodial Credit Risk

The 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 deposits or will not be able to recover collateral securities that are in the possession of an outside party.

Note 3: Cash and Investments (Continued)

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

As of June 30, 2018, none of the City's deposits or investments were exposed to custodial credit risk.

Concentration of Credit Risk

The City's investment policy imposes restrictions on the maximum percentage it can invest in certain investments, as follows:

Prime Commercial Paper	10%
Eligible Bankers Acceptances	10%
Medium-Term Corporate Notes	10%
Negotiable Certificates of Deposit	30%
Non-Negotiable Certificates of Deposit	30%
Money Market Funds	20%

As of June 30, 2018, the City is in compliance with the investment policy restrictions.

The City has invested more than 5% of the total investment value with the following issuers:

Federal Home Loan Mortgage Corp	17.15%
Federal National Mortgage Assoc.	18.80%

Interest Rate Risk

The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment policy states that the City's investment portfolio will not directly invest in securities maturing in more than five years. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

As of June 30, 2018, the City had the following investments and original maturities:

	Investment Maturities (in Years)			
Investment Type:	1 year or less	1 to 3 years	3 to 5 years	Fair Value
Local Agency Investment Fund	$ 12,838,356	$ -	$ -	$ 12,838,356
US Federal Agencies				
Federal Home Loan Mortgage Corp.	5,965,160	2,934,780	953,600	9,853,540
Federal National Mortgage Assoc.	1,973,680	8,820,647	-	10,794,327
Federal Farm Credit Bank	1,992,700	-	-	1,992,700
Certificates of Deposit	498,021	-	-	498,021
Money Market Mutual Funds	21,463,893	-	-	21,463,893
	$ 44,731,810	$ 11,755,427	$ 953,600	$ 57,440,837

Note 3: Cash and Investments (Continued)

Fair Value Hierarchy

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City has the following recurring fair value measurements as of June 30, 2018:

Investment Type	Totals	Level 1	Level 2
U.S. Federal Agencies	$ 22,640,567	$ 22,640,567	$ -
Certificates of Deposit	498,021	-	498,021
Local Agency Investment Fund (LAIF)	12,838,356	-	12,838,356
Held by Fiscal Agent:			
Money Market Mutual Funds	21,463,893	-	21,463,893
Total Investments	$ 57,440,837	$ 22,640,567	$ 34,800,270

U.S. Treasury Securities are classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Certificates of Deposit, LAIF, and Money Market Mutual Funds are classified in Level 2 of the fair value hierarchy are valued using institutional bond quotes or specified fair market value factors.

IV. OTHER INFORMATION

Note 4: Loans and Deferred Loans Receivable

a. Loans Receivable

In October 2002, the former redevelopment agency issued a 30-year Note Receivable to Monrovia Heritage Park, L.P. for the rehabilitation of low and moderate income housing. The note bears interest at 3% per annum, compounded annually. Payments are due annually, beginning April 15, 2002, and are equal to 50% of all residual receipts after the payment of deferred developer fee notes. The full amount of the note, together with all accrued and unpaid interest, is due no later than April 15, 2032. As of June 30, 2018, the balance was:	$ 173,527
On July 1, 2008, the former redevelopment agency issued a 45-year Note Receivable to San Gabriel Valley Habitat for Humanity for the sale of properties at 1214 & 1218 Sherman Avenue, for the development of 4 low-income housing units. The note will not accrue interest and will become due and payable if a unit is subsequently sold to a buyer that does not meet the income restriction level. In the event that the buyer remains on site for 45 years, the note will be forgiven in its entirety. The balance of the loan outstanding on June 30, 2018 was:	300,000
On October 1, 1992, the former redevelopment agency issued a 28-year note receivable to Regency Court for the development of a 115 unit senior apartment complex. The full amount of the note, together with all accrued interest and unpaid interest, is due no later than October 1, 2020. However, pursuant to the First Amendment to the Disposition and Development Agreement, dated June 15, 1993, the entire principal amount and accrued interest shall be forgiven by the Agency provided that no event of default exists. As of June 30, 2018, the balance was:	800,625
On September 25, 2015, City Council approved a loan repayment agreement between the City of Monrovia (City) and Green Leaf Events, Inc. (Franchisee) in an amount not to exceed $45,000 for use towards fulfilling Franchisee's obligations to serve as an independent contractor for the production of the weekly Friday Night Family Street Fair in Old Town Monrovia. Any loan amount requested by the Franchisee shall accrue interest at the rate of 1.75%. As of June 30, 2018, the balance was:	44,850

b. Deferred Loans Receivable

The City has made various rehabilitation and second trust deed loans bearing different interest rates to property owners within the City. The majority of the loans are payable upon sale of the property. However, if the property is not sold within a certain number of years, as stated in each loan agreement, any principal and interest relating to the loan is forgiven. The balance of the loans outstanding as of June 30, 2018, was:	1,663,518
Total Loans and Deferred Loans Receivable:	$ 2,982,520

Note 5: Capital Assets

Capital asset activity for the year ended June 30, 2018, was as follows:

	Beginning Balance	Transfers	Increases	Decreases	Ending Balance
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	$ 32,913,687	$ -	$ -	$ -	$ 32,913,687
Construction-in-progress	1,952,831	(3,375,326)	5,635,384	100,000	4,112,889
Total Capital Assets Not Being Depreciated	34,866,518	(3,375,326)	5,635,384	100,000	37,026,576
Capital Assets, Being Depreciated:					
Structures & Improvements	27,292,830	163,901	345,313	-	27,802,044
Equipment, Furniture and Vehicles	13,751,388	-	1,039,343	88,323	14,702,408
Infrastructure	90,265,899	3,211,425	197,973	-	93,675,297
Total Capital Assets Being Depreciated	131,310,117	3,375,326	1,582,629	88,323	136,179,749
Less Accumulated Depreciation					
Structures & Improvements	10,957,940	-	679,728	-	11,637,668
Equipment, Furniture and Vehicles	9,926,853	-	1,203,648	54,441	11,076,060
Infrastructure	40,000,914	-	2,571,097	-	42,572,011
Total Accumulated Depreciation	60,885,707	-	4,454,473	54,441	65,285,739
Total Capital Assets Being Depreciated, Net	70,424,410	3,375,326	(2,871,844)	33,882	70,894,010
Governmental Activities Capital Assets, Net	$ 105,290,928	$ -	$ 2,763,540	$ 133,882	$ 107,920,586

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities	
General government	$ 11,160
Public Safety	423,832
Community development	426,503
Community services	340,492
Public works	2,476,539
Internal Services Funds	775,947
Total Governmental Activities	$ 4,454,473

Note 5: Capital Assets (Continued)

	Beginning Balance	Transfers	Increases	Ending Balance
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	$ 438,232	$ -	$ -	$ 438,232
Construction-in-Progress	1,862,672	(30,798)	8,457,281	10,289,155
Total Capital Assets Not Being Depreciated	2,300,904	(30,798)	8,457,281	10,727,387
Capital assets, being depreciated:				
Structures & Improvements	3,277,298	-	-	3,277,298
Equipment, furniture and vehicles	1,497,495	-	-	1,497,495
Infrastructure	23,560,617	30,798	279,482	23,870,897
Total Capital assets, being depreciated:	28,335,410	30,798	279,482	28,645,690
Less Accumulated Depreciation				
Structures & improvements	1,088,610	-	55,714	1,144,324
Machinery, Equipment & Vehicles	1,470,173	-	14,126	1,484,299
Infrastructure	6,475,084	-	416,916	6,892,000
Total Accumulated Depreciation:	9,033,867	-	486,756	9,520,623
Total Capital Assets, Being Depreciated, Net	19,301,543	30,798	(207,274)	19,125,067
Business-type Activities Capital Assets, Net	$ 21,602,447	$ -	$ 8,250,007	$ 29,852,454

Depreciation expense was charged to functions/programs of the primary government as follows:

Business-Type Activities:	
Water	$ 283,239
Sewer	176,720
Storm drain	21,636
Street Sweeping	3,528
Waste management	1,633
Total Business-Type Activities	$ 486,756

Note 6: Interfund Receivables, Payables and Transfers

The composition of interfund balances as of June 30, 2018, was as follows:

a. Due To/From Other Funds

Receivable Fund	Payable Fund	Totals
General Fund	Gang Violence and Drug Abuse Grants	$ 269,033
	NonMajor Governmental Funds	517,535
	Internal Service Funds	2,248,683
		$ 3,035,251

The amounts loaned from the General Fund to non-major Governmental Funds and Internal Service Funds were to eliminate negative cash balances as of June 30, 2018.

Note 6: Interfund Receivables, Payables and Transfers

b. Interfund Transfers

		Transfers In:				
	Fund	General	Retirement	Monrovia Housing Authority	Capital Improve-ment	Pension Obl. Bond Debt Svc
Transfers Out:	Major Governmental Funds:					
	General Fund	$ -	$ 2,400,000	$ 131,727	$ -	$ -
	Monrovia Housing Authority	243,936	-	-	-	-
	Retirement	6,854,849	-	26,433	-	3,314,189
	Capital Improvement	16,633	-	-	-	-
	Pension Obligation Bond	-	-	-	-	-
	Major Business Type Funds:					
	Water Fund	1,560,155	-	-	-	-
	Sewer Fund	219,169	-	-	-	-
	Nonmajor Governmental Funds	731,434	-	-	-	-
	Nonmajor Business-Type Funds	2,462,365	-	-	375,000	-
	Internal Service Funds	394,527	-	-	-	-
	Totals	$ 12,483,068	$ 2,400,000	$ 158,160	$ 375,000	$ 3,314,189

		Transfers In:					
	Fund	Water Fund	Sewer Fund	Nonmajor Governmental Funds	Nonmajor Business-Type Funds	Internal Service Funds	Totals
Transfers Out:	Major Governmental Funds:						
	General Fund	$ -	$ -	$ 177,160	$ -	$ -	$ 2,708,887
	Gang Violence and Drug Abuse	-	-	-	-	-	-
	Monrovia Housing Authority	-	-	-	-	-	243,936
	Retirement	-	-	407,199	-	151,307	10,753,977
	Capital Improvement	-	-	-	-	-	16,633
	Pension Obligation Bond	7,230,806	512,498	-	-	1,831,507	9,574,811
	Major Business Type Funds:						
	Water Fund	-	-	-	-	-	1,560,155
	Sewer Fund	-	-	-	-	-	219,169
	Nonmajor Governmental Funds	-	-	2,527,659	-	-	3,259,093
	Nonmajor Business-Type Funds	-	-	125,000	50,000	-	3,012,365
	Internal Service Funds	-	-	-	-	-	394,527
	Totals	$ 7,230,806	$ 512,498	$ 3,237,018	$ 50,000	$ 1,982,814	$ 31,743,553

The General Fund received $12,483,068 for retirement costs and general overhead. The Housing Authority received $158,160 for costs related to the Monrovia Area Partnership (MAP) Program. The Retirement Fund received $2,400,000 in funds to supplement retirement costs from the General Fund. The Capital Improvement fund received $375,000 to support various capital projects. The non-major governmental funds received $3,237,018 from various funds to cover retirement costs, for general overhead and administrative charges, and for general support for various projects and operational costs. The non-major business type funds received $50,000 in support for storm drain program costs. The internal service type funds received $151,307 for retirement costs and general overhead and administrative charges. Additionally, the Water, Sewer, and internal service funds received $9,574,811, from the Pension Obligation Bond Debt Service Fund to assist in reducing the fund's net pension liabilities, respectively.

Note 7: Advance to the Successor Agency of the Former Monrovia Redevelopment Agency (Successor Agency)

On July 23, 2009, the State adopted legislation requiring a shift of monies during fiscal years 2009-2010 and 2010-2011 to be deposited into the County Supplemental Educational Revenue Augmentation Fund (SERAF). To accomplish these payments, Monrovia's former Redevelopment Agency borrowed from Monrovia's Redevelopment Agency Low/Mod Housing Fund. The balance outstanding of $2,551,385 as of June 30, 2018, due from the Private Purpose Trust Fund Successor Agency.

Note 8: Governmental Activities Long-Term Debt

The following is a summary of changes in governmental activities long-term debt of the City for the year ended June 30, 2018:

	Balance July 1, 2017	Defeased	Additions	Deletions	Balance June 30, 2018	Due Within One Year
Lease revenue bonds:						
2015 Hillside Refunding Bonds	$ 5,615,000	$ -	$ -	$ 275,000	$ 5,340,000	$ 285,000
2016 Lease Revenue Bonds	13,445,000	-	-	265,000	13,180,000	275,000
2017 Lease Revenue Refunding Bonds	13,865,000	-	-	575,000	13,290,000	485,000
Pension obligation bonds:						
2010 Pension Obligation Bonds	10,970,000	10,970,000	-	-	-	-
2017 Pension Obligation Bonds	-	-	111,545,000	1,355,000	110,190,000	2,290,000
Other long term liabilities:						
Leases Payable	271,321	-	-	133,610	137,711	99,250
Compensated Absences	2,198,314	-	1,827,889	1,513,365	2,512,838	1,758,986
Claims and judgment	1,397,404	-	3,000,638	1,101,447	3,296,595	2,109,510
	$ 47,762,039	$ 10,970,000	$ 116,373,527	$ 5,218,422	147,947,144	$ 7,302,746
			Net unamortized bond premium (discount)		1,554,889	
					$ 149,502,033	

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

a. Lease Revenue Bonds

2015 Hillside Lease Revenue Refunding Bonds

On April 7, 2015, the Monrovia Financing Authority issued Lease Revenue Refunding Bonds (Hillside Wilderness Preserve Project) in the amount of $6,180,000. Proceeds from the bonds were used to refund the Authority's Lease Revenue Bonds (Hillside Wilderness Preserve Project) Issue of 2002, to pay the premium for a municipal bond debt service reserve insurance policy for deposit into the Reserve Account and to pay certain costs associated with issuance of the Bonds. The proceeds of the 2002 Bonds were used to acquire certain property located in the foothills of the San Gabriel Mountains (The Property). The Bonds are payable from Lease Payments to be made by the City to the Authority as rental for The Property pursuant to that certain Lease Agreement between the City and the Authority dated as of July 1, 2002.

Note 8: Governmental Activities Long-Term Debt (Continued)

The Bonds bear interest ranging from 2.00% to 5.00% per annum payable on June 1 and December 1 of each year commencing June 1, 2015. The Bonds mature starting December 1, 2015 and end on December 1, 2031.

The balance outstanding as of June 30 and the remaining debt service payments are as follows:

Year Ending June 30,	2015 Hillside Lease Revenue Refunding Bonds	
	Principal	Interest
2019	$ 285,000	$ 212,269
2020	295,000	200,669
2021	305,000	187,144
2022	320,000	171,519
2023	340,000	155,019
2024 - 2028	1,945,000	503,769
2029 - 2032	1,850,000	119,816
Total	$ 5,340,000	$ 1,550,205

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax revenue that it receives. The bonds issued were to purchase certain property in the foothills and to defease previously issued bonds. Total principal and interest remaining on the debt is $6,890,205 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized for the payment of indebtedness incurred was $746,772 and the debt service obligation on the bonds was $497,094.

2016 Measure R and Proposition C Street Improvements Lease Revenue Bonds

On March 10, 2016, the Monrovia Financing Authority issued Lease Revenue Bonds (Measure R and Proposition C Street Improvements) in the amount of $13,600,000. The Bonds are being issued to finance the costs of acquisition, construction, rehabilitation, reconstruction, and resurfacing of the City's public street facilities, to fund a reserve account, and to pay certain costs of issuance in association therewith. The Bonds are payable from lease payments to be made by the City of Monrovia to the Authority for the rental of certain real property located at 600 South Mountain Avenue, 2053 to 2055 South Myrtle Avenue and 141 East Lemon Avenue, in the City, and the City's Corporate Yard Building and Maintenance Yard, Fire Station #1, and Fire Station #2, and related parking lots, and all other facilities and improvements on the Site, pursuant to a Lease Agreement, dated March 1, 2017, by and between the City, as lessee, and the Authority, as lessor.

The Bonds bear interest ranging from 3.00% to 5.00% per annum payable on June 1 and December 1 of each year commencing December 1, 2017. The Bonds mature starting December 1, 2018 and end on December 1, 2045.

Note 8: Governmental Activities Long-Term Debt (Continued)

The balance outstanding as of June 30 and the remaining debt service payments, are as follows:

Year Ending June 30,	2016 Lease Revenue Bonds	
	Principal	Interest
2019	$ 275,000	$ 516,431
2020	280,000	508,106
2021	290,000	498,106
2022	300,000	486,306
2023	315,000	474,006
2024 - 2028	1,775,000	2,148,456
2029 - 2033	2,205,000	1,730,856
2034 - 2038	2,560,000	1,364,206
2039 - 2043	3,020,000	885,397
2044 - 2046	2,160,000	165,500
Total	$ 13,180,000	$ 8,777,370

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of Measure R and Prop C revenue that it receives. The bonds issued were to provide funding for various public street improvements. Total principal and interest remaining on the debt is $21,957,370 with annual debt service requirements as indicated above. For the current year, the total Measure R and Prop C revenue recognized for the payment of indebtedness incurred was $789,531 and the debt service obligation on the bonds was $789,531.

2017 Library Lease Revenue Refunding Bonds

On February 6, 2017, the Monrovia Financing Authority issued Lease Revenue Refunding Bonds (Library Project), Issue of 2017 in the amount of $13,865,000, to refund in full the 2007 Library Lease Revenue Bonds. The bonds are payable from lease payments to be made by the City of Monrovia to the Authority for the rental of certain property and the Monrovia Public Library facilities and all other facilities and improvements. As a result of the refunding, the refunding bonds defeased the liability of the 2007 Library Lease Revenue Bonds and reduced its total debt service payments over 20 years by $1,496,325 cash savings. The refunding resulted in an economic gain of $1,079,832.

The bonds maturing on or after December 1, 2027, are subject to optional redemption prior to maturity at 100% of par, at the option of the City pursuant to the Lease Agreement, as a whole or in part on any date on or after December 1, 2026, from available funds in the Redemption Account including the amount of the Purchase Option Price in the event the City exercises its option to prepay the Lease Payments under the Lease agreement. The bonds maturing on December 1, 2037, are subject to mandatory redemption by lot in the principal amounts ranging from $750,000 to $905,000, without premium, on December 1 of each year, commencing on December 1, 2032.

Note 8: Governmental Activities Long-Term Debt (Continued)

The balance outstanding as of June 30, and the remaining debt service payments, are as follows:

Year Ending June 30,	2017 Library Lease Revenue Bond	
	Principal	Interest
2019	$ 485,000	$ 451,638
2020	495,000	439,363
2021	505,000	424,363
2022	520,000	408,988
2023	540,000	393,088
2024 - 2028	3,000,000	1,639,000
2029 - 2033	3,535,000	1,096,138
2034 - 2038	4,210,000	406,313
Total	$ 13,290,000	$ 5,258,891

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax revenue that it receives. The bonds issued were to provide financing for Library facility improvements and to defease previously issued bonds. Total principal and interest remaining on the debt is $18,548,891 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized for the payment of indebtedness incurred was $1,050,723 and the debt service obligation on the bonds was $1,037,238.

b. Taxable Pension Obligation Bonds

2010 Taxable Pension Obligation Bonds

On July 28, 2010, the City issued Taxable Pension Obligation Bonds, Series 2010 in the amount of $12,750,000. The proceeds of the bonds were used to fund a portion of the City's unfunded liability to the California Public Employees' Retirement System ("PERS") for the benefit of the City's employees. The serial bonds mature annually each December 1 from 2011 to 2028, in amounts ranging from $40,000 to $330,000 and bear interest at rates ranging from 1.80% to 4.56%. Interest is payable semi-annually on May 1 and November 1, commencing November 1, 2010.

The term bonds maturing on May 1, 2023 and May 1, 2028, bear interest rates of 6.000% and 6.625% respectively. The bonds are subject to optional redemption prior to maturity, in whole or in part, on May 1, 2020, and on any date thereafter, at a redemption price equal to the principal amount, plus accrued interest to the redemption date, without a premium. The bonds were refunded during the current year with the issuance of the 2017 Taxable Pension Obligation Bonds.

Note 8: Governmental Activities Long-Term Debt (Continued)

2017 Taxable Pension Obligation Bonds

On November 30, 2017, the City issued Taxable Pension Obligation Bonds, Series, 2017, in the amount of $111,545,000. The Bonds are being issued to (i) refund in full the City of Monrovia Taxable Pension Obligation Bonds, Series 2010 (the "2010 Bonds") currently outstanding in the principal amount of $10,970,000, (ii) fund the City's unfunded accrued actuarial liability to the California Public Employees' Retirement System ("CalPERS") for the benefit of the City's employees in an amount equal to $98,291,138, and (iii) pay certain costs of issuance in association therewith. The Bonds are special obligations of the City payable primarily from and secured by the Revenue Fund and the Retirement Tax Revenues deposited therein pursuant to the Trust Agreement. To the extent that such Retirement Tax Revenues are not available to make payments with respect to the Bonds, the obligation of the City to make payments is a general fund obligation of the City.

As a result of the refunding, the refunding bonds defeased the liability of the 2010 Taxable Pension Obligation Bonds and reduced its total debt service payments over 20 years by $1,148,991 cash savings. The bonds mature on May 1, 2047, and are subject to 1.91% to 4.14% interest rates, payable on May 1 and November 1 each year.

The balance outstanding as of June 30, and the remaining debt service payments, are as follows:

Year Ending June 30,	2017 Taxable Pension Obligation Bonds	
	Principal	Interest
2019	$ 2,290,000	$ 4,172,556
2020	2,345,000	4,122,497
2021	2,400,000	4,066,217
2022	2,460,000	4,005,209
2023	2,525,000	3,937,756
2024 - 2028	13,850,000	18,471,927
2029 - 2033	16,510,000	15,814,426
2034 - 2038	20,025,000	12,303,543
2039 - 2043	24,395,000	7,928,361
2044 - 2048	23,390,000	2,470,131
Total	$ 110,190,000	$ 77,292,623

c. Lease Payable

Internal Service Fund Capital Leases

i. During May 2014, the City entered into a vehicle lease agreement for a new 2014 Ford Fusion Hybrid vehicle. Interest on the Ford Fusion Hybrid vehicle accrues at 1.5% for a period of 4 years commencing on May 2014.

The lease was paid in full at June 30, 2018.

Note 8: Governmental Activities Long-Term Debt (Continued)

ii. During May 2014, the City entered into vehicle lease agreements for two new 2014 Ford Edge vehicles. Interest on the Ford Edge vehicles accrue at 1.5% for a period of 4 years commencing on May 2014.

The leases were paid in full as of June 30, 2018.

iii. During June 2014, the City entered into vehicle lease agreements for two new 2014 Ford Fusion Hybrid vehicles. Interest on the Ford Fusion Hybrid vehicle accrues at 1.5% for a period of 5 years commencing on June 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 12,757
Total Minimum Lease Payments	12,757
Less Amount Representing Interest	(3,947)
Present Value of Net Minimum Lease Payments	$ 8,810

iv. During December 2014, the City entered into a vehicle lease agreement for a new 2015 Chevrolet Colorado vehicle. Interest on the Chevrolet Colorado vehicle accrues at 1.5% for a period of 4 years commencing on December 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 2,737
Total Minimum Lease Payments	2,737
Less Amount Representing Interest	(413)
Present Value of Net Minimum Lease Payments	$ 2,324

v. During February 2015, the City entered into a vehicle lease agreement for a new 2015 Ford Transit-350XL Super Cab vehicle. Interest on the 2015 Ford Transit vehicle accrues at 1.65% for a period of 5 years commencing on February 2015.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 13,103
2020	7,995
Total Minimum Lease Payments	21,098
Less Amount Representing Interest	(7,704)
Present Value of Net Minimum Lease Payments	$ 13,394

Note 8: Governmental Activities Long-Term Debt (Continued)

vi. During December 2014, the City entered into a vehicle lease agreement for a new 2015 Ford Transit-150 vehicle. Interest on the Ford Transit vehicle accrues at 1.5% for a period of 5 years commencing in December 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 5,999
2020	2,500
Total Minimum Lease Payments	8,499
Less Amount Representing Interest	(2,631)
Present Value of Net Minimum Lease Payments	$ 5,868

vii. During August 2014, the City entered into a vehicle lease agreement for a new 2014 Ford Fusion Hybrid vehicle. Interest on the Ford Fusion Hybrid vehicle accrues at 1.5% for a period of 5 years commencing on August 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 6,552
Total Minimum Lease Payments	6,552
Less Amount Representing Interest	(2,028)
Present Value of Net Minimum Lease Payments	$ 4,524

viii. During September 2014, the City entered into a vehicle lease agreement for a new 2014 Ford F-150. Interest on the Ford F-150 vehicle accrues at 1.5% for a period of 5 years commencing in September 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 7,301
2020	1,704
Total Minimum Lease Payments	9,005
Less Amount Representing Interest	(2,788)
Present Value of Net Minimum Lease Payments	$ 6,217

Note 8: Governmental Activities Long-Term Debt (Continued)

ix. During October 2014, the City entered into vehicle lease agreements for a new 2014 Ford F-150 Super Cab and 2015 Ford F-150 Super Cab vehicle. Interest on these Ford F-150's accrues at 1.5% for a period of 4 and 5 years commencing in October 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 8,687
2020	2,128
Total Minimum Lease Payments	10,815
Less Amount Representing Interest	(3,078)
Present Value of Net Minimum Lease Payments	$ 7,737

x. During November 2014, the City entered into vehicle lease agreements for two new 2014 Ford F-150 vehicles. Interest on the Ford F-150 vehicles accrue at 1.5% for a period of 4 and 5 years commencing in November 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 7,564
2020	1,500
Total Minimum Lease Payments	9,064
Less Amount Representing Interest	(2,549)
Present Value of Net Minimum Lease Payments	$ 6,515

xi. During September 2014, the City entered into vehicle lease agreements for two new 2014 Ford F-250 vehicles. Interest on the Ford F-250 vehicles accrue at 1.5% for a period of 5 years commencing in September 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 15,247
2020	3,727
Total Minimum Lease Payments	18,974
Less Amount Representing Interest	(5,874)
Present Value of Net Minimum Lease Payments	$ 13,100

Note 8: Governmental Activities Long-Term Debt (Continued)

xii. During November 2014, the City entered into vehicle lease agreements for three new 2015 Ford F-250 vehicles. Interest on the Ford F-250 vehicles accrue at 1.5% for a period of 5 years commencing in November 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 21,416
2020	5,736
Total Minimum Lease Payments	27,152
Less Amount Representing Interest	(8,411)
Present Value of Net Minimum Lease Payments	$ 18,741

xiii. During November 2014, the City entered into a vehicle lease agreement for a new 2015 Ford F-350 vehicle. Interest on the Ford F-350 vehicle accrues at 1.5% for a period of 5 years commencing on November 2014.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 7,496
2020	1,894
Total Minimum Lease Payments	9,390
Less Amount Representing Interest	(2,907)
Present Value of Net Minimum Lease Payments	$ 6,483

xiv. During January 2015, the City entered into vehicle lease agreements for three new 2015 Chevrolet Colorado vehicles. Interest on the Chevrolet Colorado vehicles accrue at 1.5% for a period of 4 years commencing on January 2015.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 10,161
Total Minimum Lease Payments	10,161
Less Amount Representing Interest	(1,538)
Present Value of Net Minimum Lease Payments	$ 8,623

Note 8: Governmental Activities Long-Term Debt (Continued)

xv. During September 2015, the City entered into a vehicle lease agreement for a new 2016 Chevrolet Colorado vehicle. Interest on the Chevrolet Colorado vehicle accrue at 1.60% for a period of 4 years commencing on September 2015.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 6,601
2020	1,359
Total Minimum Lease Payments	7,960
Less Amount Representing Interest	(1,649)
Present Value of Net Minimum Lease Payments	$ 6,311

xvi. During May 2016, the City entered into a vehicle lease agreement for a new 2015 Ford F-350 Chassis vehicle. Interest on the Ford Chassis vehicle accrue at 1.67% for a period of 5 years commencing on May 2016.

The following is a schedule, by years, of future minimum lease payments:

Year Ending June 30,	Total
2019	$ 15,939
2020	15,939
2021	14,354
Total Minimum Lease Payments	46,232
Less Amount Representing Interest	(17,168)
Present Value of Net Minimum Lease Payments	$ 29,064

d. Compensated Absences

There is no fixed payment schedule for compensated absences. Compensated absences are liquidated from all funds, with the majority being liquidated from the General Fund. The outstanding balance due as of June 30, 2018, is $2,512,838.

e. Claims and Judgment

The City's liability regarding self insurance is described in Note 13 of the Notes to Financial Statements. The liability will be paid as it becomes due by the Liability Insurance Fund.

Note 9: Business-Type Activities Long-Term Debt

The following is a summary of changes in business-type activities long-term debt for the year ended June 30, 2018:

	July 1, 2017	Additions	Deletions	June 30, 2018	One Year
Lease revenue bonds:					
2016 Water and Sewer Revenue Bonds	$ 36,370,000	$ -	$ 695,000	$ 35,675,000	$ 715,000
Other long term liabilities					
Compensated Absences	121,100	123,283	100,681	143,702	100,002
Total	$ 36,491,100	$ 123,283	$ 795,681	35,818,702	$ 815,002
	Net unamortized bond premium (discount)			2,578,409	
				$ 38,397,111	

a. 2016 Water and Sewer Revenue Bonds

On March 9, 2016, the Monrovia Financing Authority issued Water and Sewer Revenue Bonds. The proceeds will be used to finance the acquisition and construction of capital improvements of the Water System of the City of Monrovia, to finance the acquisition and construction of capital improvement of the Sewer System of the City, to purchase a municipal bond insurance policy from Assured Guaranty Municipal Corp to guarantee the payment of principal of and interest on the Bonds, to purchase a municipal bond debt service reserve insurance policy from the Insurer for deposit in the Reserve Account for the Bonds, and to pay costs of issuance of the Bonds.

The Bonds bear interest ranging from 3.00% to 5.00% per annum payable on June 1 and December 1 of each year commencing December 1, 2016. The Bonds mature starting December 1, 2016 and end on December 1, 2045.

The balance outstanding as of June 30 and the remaining debt service payments, are as follows:

Year Ending June 30,	2016 Water and Sewer Revenue Bonds	
	Principal	Interest
2019	$ 715,000	$ 1,421,388
2020	735,000	1,395,963
2021	765,000	1,365,963
2022	800,000	1,334,663
2023	830,000	1,302,063
2024 - 2028	4,720,000	5,898,263
2029 - 2033	5,940,000	4,681,113
2034 - 2038	6,975,000	3,642,719
2039 - 2043	8,350,000	2,233,013
2044 - 2046	5,845,000	448,125
Total	$ 35,675,000	$ 23,723,273

b. Compensated Absences

There is no fixed payment schedule for compensated absences. The outstanding balance at June 30, 2018, was $143,702. In prior years, the liability for compensated absences has been funded by all business-type activities.

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan)

Plan Description

All qualified permanent and probationary employees are eligible to participate in the City's separate Cost-Sharing Safety (police and fire) and Agent Miscellaneous (all other) Plans, administered by the California Public Employees' Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided

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

The rate plan provisions and benefits in effect at June 30, 2018, are summarized as follows:

Miscellaneous Agent Plans

	Miscellaneous Classic*	Miscellaneous PEPRA
Hire date	Prior to January 1, 2013	January 1, 2013 and after
Benefit formula	2.7% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	minimum 50 yrs	minimum 52 yrs
Monthly benefits, as a % of eligible compensation	2% - 2.7%, 50 yrs - 55+ yrs, respectively	1% - 2%, 52 yrs - 62 yrs, respectively
Required employee contribution rates	8.00%	6.75%
Required employer contribution rates	37.06%	37.06%

*Closed to new entrants

Safety Cost-Sharing Plans

	Safety Classic*	Safety Fire PEPRA	Safety Police PEPRA
Hire date	Prior to January 1, 2013	January 1, 2013 and after	January 1, 2013 and after
Benefit formula	3.0% @ 50	2.7% @ 57	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	minimum 50 yrs	minimum 50 yrs	minimum 50 yrs
Monthly benefits, as a % of eligible compensation	3.00%	2.0% - 2.7%, 50 yrs - 57 yrs, respectively	2.0% - 2.7%, 50 yrs - 57 yrs, respectively
Required employee contribution rates	9.00%	13.00%	13.00%
Required employer contribution rates	49.98%	14.35%	14.34%

*Closed to new entrants

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan) (Continued)

Employees Covered

As of the measurement date, the following employees were covered by the benefit terms for the Plans:

	Miscellaneous Plans	Safety Plans		
		Classic	PEPRA Fire	PEPRA Police
Inactive employees or beneficiaries currently receiving benefits	251	202	-	-
Inactive employees entitled to but not yet receiving benefits	221	50	3	-
Active employees	141	69	7	5
	613	321	10	5

Contributions

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 the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2018, the contributions recognized as a reduction to the net pension liability was $3,571,582 and $3,950,150 for the miscellaneous and safety plans, respectively.

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan) (Continued)

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2017 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2016 total pension liability. The June 30, 2017 total pension liabilities were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirements of GASB Statement No. 68
Actuarial Assumptions	
Discount Rate	7.15%
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.50% Net of Pension Plan Investment and Administrative Expenses; includes Inflation
Mortality Rate Table (1)	Derived using CalPERS' Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.75% thereafter

(1) The mortality table used was developed based on CalPERS-specific data. The table includes 20 years of mortality improvement using Society of Actuaries Scale BB. For more details on this table, please refer to the 2014 experience study report.

All other actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Change of Assumptions

In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent.

Discount Rate

The discount rate used to measure the total pension liability was 7.15 percent and reflects the long-term expected rate of return for the Plan net of investment expenses and without reduction for administrative expenses. To determine whether the municipal bond rate should be used in the calculation of the discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. The tests revealed the assets would not run out. Therefore, the current 7.15 percent discount rate is appropriate, and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 7.15 percent is applied to all plans in the Public Employees' Retirement Fund (PERF C). The cash flows used in the testing were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS website under the GASB 68 section.

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan) (Continued)

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, staff took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF C) cash flows. Taking into account historical returns of all the Public Employees Retirement Funds' asset classes (which includes the agent plan and two cost-sharing plans or PERF A, B, and C funds), 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 PERF C fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by the Board effective on July 1, 2014.

Asset Class	Current Strategic Allocation	Real Return Years 1 - 10 (1)	Real Return Years 11+ (2)
Global Equity	47.0%	4.90%	5.38%
Global Fixed Income	19.0%	0.80%	2.27%
Inflation Sensitive	6.0%	0.60%	1.39%
Private Equity	12.0%	6.60%	6.63%
Real Estate	11.0%	2.80%	5.21%
Infrastructure and Forestland	3.0%	3.90%	5.36%
Liquidity	2.0%	-0.40%	-0.90%

(1) An expected inflation of 2.5% used for this period.
(2) An expected inflation of 3.0% used for this period.

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan) (Continued)

Pension Plan Fiduciary Net Position

The plan fiduciary net position disclosed in the GASB 68 accounting valuation report may differ from the plan assets reported in the funding actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and OPEB expense included as assets. These amounts are excluded for rate setting purposes in the funding actuarial valuation. In addition, differences may result from early Comprehensive Annual Financial Report closing and final reconciled reserves.

Net Pension and Liability and Changes in Net Pension Liability

As of June 30, 2018, the City reported net pension liabilities of each as follows:

	Net Pension Liability	
Miscellaneous agent	$	46,206,066
Safety cost-sharing proportionate share		53,885,723
Total Net Pension Liability:	$	100,091,789

For the Safety proportionate share of the net pension liability, it is measured as of June 30, 2017, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability for the Safety plans as of June 30, 2016 and June 30, 2017 are as follows:

	Safety
Proportion - June 30, 2016	0.54486%
Proportion - June 30, 2017	0.54335%
Change - Increase (Decrease)	-0.00150%

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan) (Continued)

Changes in the Net Pension Liability

The following table shows the changes in net pension liability recognized over the measurement period for the miscellaneous agent multiple-employer plan.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Assets) (c)=(a)-(b)
Balance at: 6/30/2016 (Valuation Date)	$ 110,877,811	$ 68,773,669	$ 42,104,142
Changes Recognized for the Measurement Period:			
Service Cost	1,882,100	-	1,882,100
Interest on the Total Pension Liability	8,217,019	-	8,217,019
Difference between Expected and Actual	(991,918)	-	(991,918)
Changes of Assumptions	6,935,925	-	6,935,925
Contribution from the Employer	-	3,576,609	(3,576,609)
Contributions from Employees	-	799,366	(799,366)
Net Investment Income	-	7,666,767	(7,666,767)
Benefit Payments including Refunds of Employee Contributions	(5,679,037)	(5,679,037)	-
Administrative Expense	-	(101,540)	101,540
Net Changes During 2016-17	10,364,089	6,262,165	4,101,924
Balance at: 6/30/2017 (Measurement Date)	$ 121,241,900	$ 75,035,834	$ 46,206,066

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

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

	Discount Rate - 1% 6.15%	Current Rate - 1% 7.15%	Discount Rate + 1% 8.15%
Safety Plan	$ 79,835,480	$ 53,885,723	$ 32,673,091
Miscellaneous Plan	63,015,278	46,206,066	32,468,321
Total Plans	$ 142,850,758	$ 100,091,789	$ 65,141,412

Recognition of Gains and Losses

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

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan) (Continued)

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

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

Difference between projected and actual earnings	5 year straight-line amortization
All other amounts	Straight-line amortization over the 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).

The EARSL for the Plan for the measurement period ending June 30, 2017 is 3.8 years for safety cost-sharing and 2.3 years for miscellaneous agent, which was obtained by dividing the total service years of 490,088 safety and 1,404 miscellaneous (the sum of remaining service lifetimes of the active employees) by 130,595 safety and 613 miscellaneous (the total number of participants: active, inactive, and retired). Note that inactive employees and retirees have remaining service lifetimes equal to 0. Also note that total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2018, the City recognized pension expense of $6,123,343 and $6,164,678 for the miscellaneous and safety plans, respectively. At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Miscellaneous Agent Multiple-Employer	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 3,713,875	$ -
Pension contributions subsequent to measurement date due to the issuance of the 2017 POB's	44,954,846	-
Change in Assumptions	3,920,305	-
Difference between Projected and Actual Experience	-	(684,473)
Net Difference between Projected and Actual Earnings on Pension Plan Investments	975,598	-
Total Miscellaneous	$ 53,564,624	$ (684,473)

Note 10: City Employees Retirement Plan (Defined Benefit Pension Plan) (Continued)

Safety Cost-Sharing Multiple-Employer	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 4,480,876	$ -
Pension contributions subsequent to measurement date due to the issuance of the 2017 POB's	53,336,292	-
Change in Assumptions	7,855,028	(602,659)
Difference between Expected and Actual Experience	541,632	(141,218)
Net Difference between Projected and Actual Earnings on Pension Plan Investments	1,712,704	-
Adjustment due to Differences in Proportions	548,068	(747,695)
Adjustment due to Difference in Proportionate Share	-	(1,136,725)
Total Safety	$ 68,474,600	$ (2,628,297)

Total Plans	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	$ 8,194,751	$ -
Pension contributions subsequent to measurement date due to the issuance of the 2017 POB's	98,291,138	-
Change in Assumptions	11,775,333	(602,659)
Difference between Projected and Actual Experience	541,632	(825,691)
Net Difference between Projected and Actual Earnings on Pension Plan Investments	2,688,302	-
Adjustment due to Difference in Proportions	548,068	(747,695)
Adjustment due to Difference in Proportionate Share	-	(1,136,725)
Total Plans	$ 122,039,224	$ (3,312,770)

$106,485,889 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Period ended June 30:	Deferred Outflows/(Inflows) of Resources		
	Safety	Miscellaneous	Total Plans
2018	$ 1,492,274	$ 2,412,596	$ 3,904,870
2019	4,726,169	1,941,287	6,667,456
2020	2,812,855	419,167	3,232,022
2021	(1,002,163)	(561,620)	(1,563,783)
	$ 8,029,135	$ 4,211,430	$ 12,240,565

Pension Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net positions is available in the separately issued CalPERS financial reports.

Note 11: Public Agency Retirement System (Defined Contribution Retirement Plan)

The City of Monrovia contributed to the California Public Agency Retirement System (PARS), an agent multiple-employer public employee retirement system that 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 City ordinance.

PARS is a defined contribution retirement plan that provides retirement benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive.

Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on investments of those contributions, and forfeitures of other participants' benefits that may be allocated to such participant's account.

As established by the plan, all eligible employees of the City will become a participant in the plan from the date they are hired. An eligible employee is any employee who, at any time during which the employer maintains this plan, is not accruing a benefit under the Public Employees Retirement System (See Note 10).

Contributions made by an employee and the employer vest immediately. As determined by the plan, each employee must contribute 3.75% of gross earnings to the plan. The City contributes an additional 3.75% of gross earnings. The contributions requirements of plan members and the City are established and may be amended by PARS.

During the year, the City contributed $37,823 (3.75% of current year covered payroll) and employees contributed $37,823 (3.75% of current year covered payroll). The total covered payroll of employees participating in the plan for the year ended June 30, 2018, was $1,008,553.

No changes in plan provisions occurred during the year. The plan held no securities of the City or other related parties during or at the close of the fiscal year.

Note 12: Other Post-Employment Employee Benefits (OPEB)

Plan Description

The City has established a Retiree Healthcare Plan (HC Plan), a single-employer defined benefit retiree healthcare plan. The plan provides healthcare benefits to eligible retirees and their dependents. Benefit provisions are established and may be amended through agreements and memorandums of understanding between the City, its management employees, and unions representing City employees. The Plan does not issue a financial report.

The City provides retiree healthcare benefits to employees retiring directly from the City. Medical coverage is provided through the City's standalone healthcare program. The City reimburses retiree healthcare premiums, subject to caps which vary by bargaining unit and length of service. Because retiree premiums are based on blended active and retiree experience, an implied subsidy exists for retirees. No dental, vision or life insurance benefits are provided. The City currently pays for retiree healthcare benefits on a pay-as-you-go basis. As of January 1, 2017, plan membership consisted of 123 retirees and beneficiaries currently receiving benefits.

Note 12: Other Post-Employment Employee Benefits (OPEB) (Continued)

Employees Covered

As of the June 30, 2017 measurement date, the following current and former employees were covered by the benefit terms under the HC Plan:

Active employees	223
Inactive employees or beneficiaries currently receiving benefits	96
Inactive employees or entitled to, but not yet receiving benefits	27
Total	346

Contributions

The HC Plan and its contribution requirements are established by Memoranda of Understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The annual contribution is based on the actuarially determined contribution. For the measurement date ended June 30, 2017, the City did not make cash contributions.

Total OPEB Liability

The City's net OPEB liability was measured as of June 30, 2017 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2016 that was rolled forward to determine the June 30, 2017 total OPEB liability, based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions	
Discount Rate	3.58%
Inflation	2.75%
Salary Increases	3.00% per annum, in aggregate
Investment Rate of Return	N/A
Mortality Rate [(1)]	Derived using CalPERS' Membership Data for all funds
Pre-Retirement Turnover [(2)]	Derived using CalPERS' Membership Data for all funds
Healthcare Trend Rate	Non-Medicare – 7.5% for 2018, decreasing to 4% in 2076 and later years Medicare - 6.5% for 2018, decreasing to 4% in 2076 and later years

Notes:

[(1)] Pre-retirement mortality information was derived from data collected during 1997 to 2011 CalPERS Experience Study dated January 2014 and post-retirement mortality information was derived from the 2007 to 2011 CalPERS Experience Study. The Experience Study Reports may be accessed on the CalPERS website ***www.calpers.ca.gov*** under Forms and Publications.

[(2)] The pre-retirement turnover information was developed based on CalPERS' specific data. For more details, please refer to the 2007 to 2011 Experience Study Report. The Experience Study Report may be accessed on the CalPERS website ***www.calpers.ca.gov*** under Forms and Publications.

Note 12: Other Post-Employment Employee Benefits (Continued)

Discount Rate

GASB 75 requires a discount rate that reflects the following:

a) The long-term expected rate of return on OPEB plan investments – to the extent that the OPEB plan's fiduciary net position (if any) is projected to be sufficient to make projected benefit payments and assets are expected to be invested using a strategy to achieve that return;

b) A yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher – to the extent that the conditions in (a) are not met.

Changes in the Total OPEB Liability

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

	Increase (Decrease) Total OPEB Liability (a)
Balance at June 30, 2017 (measurement date 6/30/16)	$ 34,681,000
Changes recognized for the measruement period:	
Service Cost	609,000
Interest	993,000
Changes of assumptions	(3,877,000)
Benefit payments*	(856,000)
Net changes	(3,131,000)
Balance at June 30, 2018 (measurement date 6/30/17)	$ 31,550,000

*Includes $627,000 cash benefit payments
and $229,000 implied subsidy benefit payments by the City.

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

The following presents the total OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2017:

	1% Decrease (2.58%)	Current Discount Rate (3.58%)	1% Increase (4.58%)
Total OPEB Liability	$ 37,036,000	$ 31,550,000	$ 27,181,000

Note 12: Other Post-Employment Employee Benefits (Continued)

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

The following presents the total OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2017:

	1% Decrease	Current Healthcare Cost Trent Rates	1% Increase
Total OPEB Liability	$ 27,290,000	$ 31,550,000	$ 36,881,000

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

For the fiscal year ended June 30, 2018, the City recognized OPEB expense of $184,000. As of fiscal year ended June 30, 2018, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	$ -	$ 3,315,000
Total	**$ -**	**$ 3,315,000**

Deferred outflows and inflows of resources related to OPEB will be recognized as expense as follows:

Fiscal Year Ended June 30:	Deferred Outflows/(Inflows) of Resources
2019	$ (562,000)
2020	(562,000)
2021	(562,000)
2022	(562,000)
2023	(562,000)
Thereafter	(505,000)
	$ (3,315,000)

Note 13: Risk Management Insurance Pool

a. Independent Cities Risk Management Authority (Authority)

The City became members of the California Joint Powers Insurance Authority on July 1, 2015, as noted in Part B. The City is still responsible for all tail claims related to their former self-insured programs. The City of Monrovia was self-insured for its general liability program for the first $300,000 of each general liability loss and is a member of the Independent Cities Risk Management Authority (Authority) for excess coverage up to $30 million per occurrence. An amount attributable to claims incurred but not reported has been included based upon an actuarial study. The City was also self-insured for worker's compensation program for the first $750,000 of each claim. The City also purchased excess coverage for workers' compensation from the Authority for claims up to $100 million per occurrence.

Estimates for all liabilities, up to the self-insured levels, have been accrued in the Workers' Compensation and the Liability Insurance Funds. These funds also include an estimate for incurred but not reported claims. As of June 30, 2018, total estimated claims payable for workers' compensation and general liability were $2,580,996 and $715,599, respectively.

The Authority is comprised of 21 Southern California cities, and each member city has a representative on the governing board. The comprehensive general liability insurance includes monetary damages for personal liability, property damage and public officials' errors and omissions. Deposits made to the Authority are based on losses incurred by the insured, and rebates are possible if the losses are minimal. Changes in the balances of claims liabilities for the years ended June 30, 2016 through 2018, were as follows:

Year Ended June 30,	Balance July 1,	Claims Increases	Claims Decreases	Balance June 30,	Due Within One Year
2016	$ 5,793,355	$ -	$ (3,818,478)	$ 1,974,877	$ 1,158,891
2017	1,974,877	647,094	(1,224,567)	1,397,404	845,128
2018	1,397,404	3,000,638	(1,101,447)	3,296,595	2,109,510

b. California Joint Powers Insurance Authority (Authority)

The City of Monrovia is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 116 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

Note 13: Risk Management Insurance Pool (Continued)

Primary Liability Program

In the primary liability program, claims are pooled separately between police and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to $30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from $30,000 to $750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from $750,000 to $50 million, are distributed based on the outcome of cost allocation within the first and second loss layers.

The overall coverage limit for each member, including all layers of coverage, is $50 million per occurrence. Subsidence losses have a sub-limit of $40 million per occurrence. The coverage structure includes retained risk that is pooled among members, reinsurance, and excess insurance.

Primary Workers' Compensation Program

In the workers' compensation program, claims are pooled separately between public safety (police and fire) and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to $50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from $50,000 to $100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from $100,000 to statutory limits are distributed based on the outcome of cost allocation within the first and second loss layers.

For 2017-18, the Authority's pooled retention is $2 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law. Employer's Liability losses are pooled among members to $2 million. Coverage from $2 million to $5 million is purchased as part of a reinsurance policy and Employer's Liability losses from $5 million to $10 million are pooled among members.

Pollution Legal Liability Insurance

The City of Monrovia participates in the pollution legal liability insurance program, which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of Monrovia. Coverage is on a claims-made basis. There is a $50,000 deductible. The Authority has an aggregate limit of $50 million for the 3-year period from July 1, 2017 through July 1, 2020. Each member of the Authority has a $10 million sub-limit during the 3-year term of the policy.

Note 13: Risk Management Insurance Pool (Continued)

Property Insurance

The City of Monrovia participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of Monrovia property is currently insured according to a schedule of covered property submitted by the City of Monrovia to the Authority. City of Monrovia property currently has all-risk property insurance protection in the amount of $63,581,548. There is a $10,000 deductible per occurrence except for non-emergency vehicle insurance, which has a $2,500 deductible.

Crime Insurance

The City of Monrovia purchased crime insurance coverage in the amount of $1,000,000 with a $2,500 deductible. The fidelity coverage is provided through the Authority.

Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2017-18.

Note 14: Property Taxes

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

Accordingly, the City of Monrovia accrues only those taxes, which are received within 60 days after year-end.

Lien Date:	January 1
Levy Date:	June 30
Due Date:	November 1, February 1
Collection Dates:	December 10, April 10

Note 15: Commitments and Contingencies

The following material commitments existed at June 30, 2018:

Project Name	Contract Amount	Expenditures to date as of June 30, 2018	Remaining Commitments
Monrovia Renewal - South Section Project	$ 7,915,703	$ 1,166,948	$ 6,748,755
Monrovia Renewal - Special Water Project - Well #3 & 4	174,569	6,427	168,142
Total Construction commitments	$ 8,090,272	$ 1,173,375	$ 6,916,897

Claims and suits have been filed against the City in the normal course of business. Based upon information received from the City Attorney and the self-insurance administrator, the estimated liability under such claims would be adequately covered by self-insurance reserves and insurance coverage.

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

Successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

The Bill directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012. The following are the balances for the Successor Agency of the former Redevelopment Agency.

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

a. Cash and Investments

Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and investments pooled with the City	$	3,125,462
Cash and investments with fiscal agent		2,045,009
	$	5,170,471

b. Loans Receivable

The following loans receivable were transferred from the Redevelopment Agency to the Successor Agency as of February 1, 2012, as a result of the dissolution:

The Agency has issued a 30-year low interest loan of $120,000 at 5% for rehabilitation of commercial property into a senior citizen apartment complex secured by a second trust deed on the property. Loan payments are based on residual receipts and interest has accrued since March 1, 1994. As of June 30, 2018, the balance including interest was:	$	357,935
The Agency issued a long-term note receivable due from Merengue Bakery (A&M Hospitality, LLC) for $75,000 on March 27, 2008. The money will be used for exterior rehabilitation and the addition of a grease interceptor. The full loan amount is due at the end of three years (February 4, 2011). At the election of A&M Hospitality, LLC, the loan may be extended for an additional 7 year term. The loan will be fully amortized over the 7 years and will bear an interest rate of 7%. The balance of the loan outstanding as of June 30, 2018, was:		89,875
The Agency loaned funds to owners or tenants of commercial structures within Project Area No. 1. On June 2, 2009, the Agency issued a Note Receivable to London Gastropub, Inc. in the amount of $150,000 to install a grease inceptor and make storefront improvements. The disbursement of funds is as follows: $50,000 within three working days after satisfaction of the Conditions to Disbursement in the agreement, $40,000 disbursed upon July 1, 2010, $30,000 upon July 1, 2011 and $30,000 upon July 1, 2012. Repayment of the note is not due until December 31, 2017 at which time the unpaid balance, principal amount less the amount that has been generated back to the City through sales tax, will be due and payable. At December 31, 2017, interest stopped accruing per the loan agreement. As of June 30, 2018, the balance of the loan outstanding, less sales tax generated back to the City of $6,638, was:		68,000

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

The Agency issued a Note Receivable to T. Phillips, Inc. in the amount of $1,500,000 of which $25,000 was paid during escrow. The note bears interest, compounded annually, as follows: 2% per annum for year one and two; 3.5% per annum for year three and four; 5.5% per annum for year five and six; and 7.5% per annum on year seven. Interest payments due during the first two years of the agreement are to be deferred, and not due until after 84 months, the term of the note. As of June 30, 2018, the balance of the loan outstanding, including the deferred interest amount of $202,813, was:	1,782,681
Total Loans Receivable:	$ 2,298,491

c. Capital Assets

An analysis of capital assets as of June 30, 2018, follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Fiduciary Activities:				
Capital assets, not being depreciated:				
Land	$ 400,638	$ -	$ -	$ 400,638
Total Capital Assets, Not Being Depreciated	400,638	-	-	400,638
Capital assets, being depreciated:				
Structures & Improvements	2,353,532	-	-	2,353,532
Equipment, furniture, and vehicles	7,145	-	-	7,145
Total Capital Assets, Being Depreciated	2,360,677	-	-	2,360,677
Less accumulated depreciation:				
Structures & Improvements	723,132	47,071	-	770,203
Equipment, furniture, and vehicles	7,145	-	-	7,145
Total Accumulated Depreciation	730,277	47,071	-	777,348
Total Capital Assets, Being Depreciated, Net	1,630,400	(47,071)	-	1,583,329
Governmental Activities Capital Assets, Net	$ 2,031,038	$ (47,071)	$ -	$ 1,983,967

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

d. Long-Term Debt

The following is a summary of changes in the Successor Agency long-term debt for the year ended June 30, 2018.

	Balance July 1, 2017	Defeased	Additions	Repayments	Balance June 30, 2018	Due Within One Year
Fiduciary Activities						
Successor Agency of the Former RDA						
Tax allocation bonds:						
2012 Subordinate Tax Allocation Refunding Bonds	$ 10,290,000	$ -	$ -	$ 755,000	$ 9,535,000	$ 785,000
2013A Subordinate Tax Allocation Refunding Bonds	8,820,000	-	-	1,100,000	7,720,000	1,135,000
2013B Subordinate Tax Allocation Refunding Bonds	2,770,000	-	-	385,000	2,385,000	400,000
2015A Tax Allocation Refunding Bond	18,020,000	-	-	990,000	17,030,000	1,000,000
2015B Tax Allocation Refunding Bond	3,835,000	-	-	30,000	3,805,000	30,000
2017 Taxable Tax Allocation Refunding Bond	5,420,000	-	-	630,000	4,790,000	630,000
Other long term liabilities:						
Due to Other Governments	5,281,167	-	-	-	5,281,167	-
Total	$ 54,436,167	$ -	$ -	$ 3,890,000	50,546,167	$ 3,980,000
				Unamortized Premiums/(Discounts)	768,850	
				Total Long-term Debt	$ 51,315,017	

A description of the individual issues of bonds of the Successor Agency of the Former Redevelopment Agency outstanding as of June 30, 2018, are as follows:

2012 Subordinate Tax Allocation Refunding Bonds

On February 13, 2013, the Successor Agency issued Central Redevelopment Project, Project Area No. 1, Subordinate Tax Allocation Refunding Bonds, Issue of 2012 in the amount of $13,330,000. The proceeds of the bonds were issued on a subordinate basis to previously issued 1998B Bonds, 2002 Bonds, 2003 Bonds, 2006A Bonds, 2007 Bonds, and 2011 Bonds, all issued to either refinance existing debt or to finance low and moderate income housing projects pursuant to the Redevelopment Plan. The Bonds are being issued to refinance the prior Agency's previously issued $11,750,000 Central Redevelopment Project, Project Area No. 1 2007 Notes. The Bonds are subject to optional redemption prior to maturity, in whole or part, on August 1, 2022 and any date thereafter. Term bonds of $4,040,000 mature August 1, 2026 bearing interest of 4.15%. Term bonds of $1,270,000 mature August 1, 2036 bearing interest of 4.7%. The balance outstanding as of June 30, less outstanding original premium and the remaining debt service payments are as follows:

Year Ending June 30,	2012 Subordinate Tax Allocation Refunding Bonds	
	Principal	Interest
2019	$ 785,000	$ 403,563
2020	815,000	371,563
2021	845,000	341,531
2022	875,000	312,488
2023	905,000	281,338
2024 - 2028	4,370,000	725,750
2029 - 2033	615,000	130,875
2034 - 2037	325,000	33,375
Totals	$ 9,535,000	$ 2,600,483

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

2013A Subordinate Tax Allocation Refunding Bonds

On October 16, 2013, the Successor Agency issued Central Redevelopment Project, Project Area No. 1, Subordinate Tax Allocation Refunding Bonds, Issue of 2013A in the amount of $12,000,000. The proceeds of the bonds were issued on a subordinate basis to previously issued 2006A Bonds, 2006B Bonds, 2007 Bonds, and 2011 Bonds, all issued to either refinance existing debt or to finance low and moderate income housing projects pursuant to the Redevelopment Plan. The Bonds are being issued to refinance the prior Agency's previously issued $15,160,000 Central Redevelopment Project, Project Area No. 1, Subordinate Tax Allocation Refunding Bonds, Issue of 1998B and $9,100,000 Central Redevelopment Project, Project Area No. 1, Subordinate Tax Allocation Refunding Bonds, Issue of 2002. This advance refunding was undertaken to reduce total debt service payments over the next 9 years by $2,500,300 and to obtain an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of $1,003,567. The Bonds are not subject to redemption prior to maturity, on August 1, 2023, and bear interest at rates ranging from 3.00% to 5.00%. Interest is payable semi-annually on February 1 and August 1. The balance outstanding as of June 30, less outstanding original premium and the remaining debt service payments are as follows:

Year Ending June 30,	2013A Subordinate Tax Allocation Refunding Bonds	
	Principal	Interest
2019	$ 1,135,000	$ 357,625
2020	1,190,000	299,500
2021	1,250,000	238,500
2022	1,315,000	174,375
2023	1,380,000	107,000
2024	1,450,000	36,250
Totals	$ 7,720,000	$ 1,213,250

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

2013B Subordinate Tax Allocation Refunding Bonds

On October 16, 2013, the Successor Agency issued Central Redevelopment Project, Project Area No. 1, Subordinate Tax Allocation Refunding Bonds, Issue of 2013B in the amount of $3,920,000. The proceeds of the bonds were issued on a subordinate basis to previously issued 2006A Bonds, 2006B Bonds, 2007 Bonds, and 2011 Bonds, all issued to either refinance existing debt or to finance low and moderate income housing projects pursuant to the Redevelopment Plan. The Bonds are being issued to refinance the prior Agency's previously issued $6,000,000 Central Redevelopment Project, Project Area No. 1, Taxable Tax Allocation Refunding Bonds, Issue of 2003. This advance refunding was undertaken to reduce total debt service payments over the next 9 years by $228,430 and to obtain an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of $123,568. The Bonds are subject to mandatory sinking account redemption prior to maturity, on August 1, 2023, and bear interest at rates ranging from 1.38% to 4.00%. Interest is payable semi-annually on February 1 and August 1. Term bonds of $1,140,000 mature August 1, 2023 bearing interest of 4.95%. The balance outstanding as of June 30, less outstanding original premium and the remaining debt service payments are as follows:

Year Ending	2013B Subordinate Tax Allocation Refunding Bonds	
June 30,	Principal	Interest
2019	$ 400,000	$ 94,743
2020	415,000	79,546
2021	430,000	62,750
2022	440,000	43,700
2023	455,000	22,444
2024	245,000	5,819
Totals	$ 2,385,000	$ 309,002

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

2015A Taxable Allocation Refunding Bonds

On December 2, 2015, the Successor Agency issued Central Redevelopment Project, Project Area No. 1, Taxable Tax Allocation Refunding Bonds, Issue of 2015A in the amount of $19,770,000. The proceeds of the bonds, together with other funds on hand, are to refund on an advance basis $18,540,000 in outstanding principal amount of the Prior Agency's previously issued $23,450,000 Central Redevelopment Project, Project Area No. 1, Taxable Tax Allocation Refunding Bonds, Issue of 2006A, currently outstanding in the principal amount of $18,775,000. As a result, the refunded bonds defeased and the liability of the 2006A Taxable Allocation Bonds have been removed from long-term debt. The refunding resulted in an economic gain of $4,050,500. The 2015A Taxable Allocation Refunding Bonds bear interest at rates ranging from 1.50% to 4.00%. Interest is payable semi-annually on May 1 and November 1. The balance outstanding as of June 30, less outstanding original premium and the remaining debt service payments are as follows:

Year Ending	2015A Taxable Tax Allocation Refunding Bonds	
June 30,	Principal	Interest
2019	$ 1,000,000	$ 600,911
2020	1,030,000	575,911
2021	1,065,000	549,131
2022	1,095,000	517,181
2023	1,125,000	481,594
2024 - 2028	11,715,000	1,006,906
Totals	$ 17,030,000	$ 3,731,634

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

2015B Taxable Allocation Refunding Bonds

On December 2, 2015, the Successor Agency issued Central Redevelopment Project, Project Area No. 1, Taxable Tax Allocation Refunding Bonds, Issue of 2015 in the amount of $3,890,000. The proceeds of the bonds, together with other funds on hand, are to refund on an advance basis the remaining portion of the outstanding 2006A Bonds in aggregate principal amount of $235,000, and refund on an advance basis all amounts payable pursuant to the Prior Agency's previously issued $3,400,000 Central Redevelopment Project, Project Area No. 1, Tax Allocation Bonds, Issue of 2006B, currently outstanding in the principal amount of $3,400,000. As a result, the refunded bonds are defeased and the liability of the 2006B Taxable Allocation Bonds have been removed from long-term debt. The refunding resulted in an economic gain of $178,756. The 2015B Taxable Allocation Refunding Bonds bear interest at rates ranging from 2.20% to 4.00%. Interest is payable semi-annually on May 1 and November 1. The balance outstanding as of June 30, less outstanding original premium and the remaining debt service payments are as follows:

Year Ending June 30,	2015B Taxable Tax Allocation Refunding Bonds	
	Principal	Interest
2019	$ 30,000	$ 130,545
2020	35,000	129,345
2021	35,000	127,945
2022	35,000	126,545
2023	40,000	125,775
2024 - 2028	275,000	607,475
2029 - 2033	3,140,000	313,250
2034 - 2036	215,000	15,225
Totals	$ 3,805,000	$ 1,576,105

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

2017 Taxable Tax Allocation Refunding Bonds

On February 22, 2017, the Successor Agency issued Central Redevelopment Project, Project Area No. 1, Taxable Tax Allocation Refunding Bonds, Issue of 2017 in the amount of $5,865,000. The proceeds of the bonds, together with other funds on hand, were applied to refund on a current basis the remaining portion of the previously issued 2007 Taxable Tax Allocation Bonds, currently outstanding in the principal amount of $3,955,000, and refund on an advance basis the remaining portion of the previously issued 2011 Housing Tax Allocation Bonds, currently outstanding in the principal amount of $5,975,000. As a result of the refunding, the refunding bonds defeased the liability of the 2007 Taxable Tax Allocation Bonds and 2011 Housing Tax Allocation Bonds and reduced its total debt service payments over 20 years by $7,414,800 cash savings. The refunding resulted in an economic gain of $349,812.

The 2017 Taxable Allocation Refunding Bonds bear interest at rates ranging from 1.250% to 3.875%. Interest is payable semi-annually on May 1 and November 1. The balance outstanding as of June 30, less outstanding original premium and the remaining debt service payments are as follows:

Year Ending June 30,	2017 Taxable Tax Allocation Refunding Bonds	
	Principal	Interest
2019	$ 630,000	$ 139,859
2020	645,000	127,259
2021	665,000	112,101
2022	670,000	94,146
2023	695,000	75,051
2024 - 2028	1,325,000	143,298
2029 - 2030	160,000	9,494
Totals	$ 4,790,000	$ 701,208

e. Due to Other Governments

In an agreement dated July 24, 1990, between the Agency, the City of Monrovia, the Flood Control District of Los Angeles County (District) and the County of Los Angeles (County), the Agency agreed to pay to the County and District a portion of tax increment revenue received. The Agency is entitled to the first $3,000,000 of tax increment revenue in each fiscal year. The County and District shall receive 48.25% and 1.70%, respectively, of the tax increment revenue in excess of $3,000,000. These payments are subordinate to certain debt service of the Agency. Per the terms of the agreement, payments for the first ten years were allowed to be deferred, interest free, and are due at the end of the life of the redevelopment plan. The outstanding balance of these deferred payments as of June 30, 2018, was $5,281,167.

Note 16: Successor Agency Trust For Assets of Former Redevelopment Agency (Continued)

f. Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the Redevelopment Agency, property taxes allocated to redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved redevelopment agency. Total principal and interest remaining on the debt is $55,396,682 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized by the Successor Agency for the payment of indebtedness incurred by the dissolved redevelopment agency was $4,994,270 and the debt service obligation on the bonds was $5,742,276.

g. Insurance

The Successor Agency is covered under the City's insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 13.

Note 17: Tax Abatement Disclosures

The City has one continuing agreement that negotiated sales tax abatements on an individual basis. The City has tax abatement agreements with one entity as of June 30, 2018:

Contract	Purpose	Taxes abated during FY 2017-18
RDJC, LLC	Start up cost for new automotive dealership	49,585
Total		49,585

This agreement was negotiated under City of Monrovia and Successor Agency of the former Redevelopment Agency allowing localities to abate sales taxes for a variety of economic development purposes. The abatements may be granted to any business located within or promising to relocate to the City of Monrovia. The City has not made any commitments as part of the agreements other than to reduce taxes. The City is not subject to any tax abatement agreements entered into by other government entities.

Note 18: Net Position Restatement

In the current fiscal year, the City implemented GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Due to this implementation, the City restated fund balances, as of the beginning of the fiscal year, by the amount of $19,217,002 across funds due to a decrease in fund balance related to an increased liability amount.

SUPPLEMENTARY SCHEDULES

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CITY OF MONROVIA

AGENT MULTIPLE-EMPLOYER MISCELLANEOUS PLAN
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	2018	2017	2016	2015
Total Pension Liability				
Service cost	$ 1,882,100	$ 1,735,585	$ 1,785,034	$ 1,945,825
Interest on total pension liability	8,217,019	8,015,449	7,805,621	7,606,239
Differences between expected and actual experience	(991,918)	(1,362,054)	(1,771,353)	-
Changes in assumptions	6,935,925	-	(1,931,021)	-
Benefit payments, including refunds of employee contributions	(5,679,037)	(5,565,088)	(5,356,957)	(4,946,152)
Net change in total pension liability	**10,364,089**	**2,823,892**	**531,324**	**4,605,912**
Total pension liability - beginning	**110,877,811**	**108,053,919**	**107,522,595**	**102,916,683**
Total pension liability - ending (a)	**121,241,900**	**110,877,811**	**108,053,919**	**107,522,595**
Plan Fiduciary Net Position				
Contributions - employer	3,576,609	3,053,967	2,546,716	2,375,009
Contributions - employee	799,366	739,317	924,253	911,780
Difference in projected and actual earnings	-	-	(3,734,084)	-
Net investment income	7,666,767	389,103	5,319,716	10,617,828
Benefit payments	(5,679,037)	(5,565,088)	(5,356,957)	(4,946,152)
Administration Expense	(101,540)	(42,884)	(79,175)	-
Net change in plan fiduciary net position	**6,262,165**	**(1,425,585)**	**(379,531)**	**8,958,465**
Plan fiduciary net position - beginning	**68,773,669**	**70,199,254**	**70,578,785**	**61,620,320**
Plan fiduciary net position - ending (b)	**75,035,834**	**68,773,669**	**70,199,254**	**70,578,785**
Net pension liability - ending (a)-(b) = (c)	**$ 46,206,066**	**$ 42,104,142**	**$ 37,854,665**	**$ 36,943,810**
Plan fiduciary net position as a percentage of the total pension liability (b/a)	61.89%	62.03%	64.97%	65.64%
Covered Payroll (d)	$ 10,373,595	$ 9,421,888	$ 9,361,878	$ 9,433,771
Net pension liability as a percentage of Covered Payroll (c/d)	445.42%	446.88%	404.35%	391.61%

Notes to Schedule:

Benefit Changes: Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2016 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Change of Assumptions: In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent.

(1) Fiscal Year 2015 was the first year of implementation, therefore only four years are shown.

CITY OF MONROVIA

AGENT MULTIPLE-EMPLOYER MISCELLANEOUS PLAN
SCHEDULE OF CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	2018	2017	2016	2015
MISCELLANEOUS:				
Actuarially Determined Contribution	$ 3,713,875	$ 3,571,582	$ 2,888,235	$ 2,546,716
Contribution in Relation to the Actuarially Determined Contributions	(48,681,665)	(3,571,582)	(2,888,235)	(2,546,716)
Contribution Deficiency (Excess)	$ (44,967,790)	$ -	$ -	$ -
Covered Payroll	$ 10,942,510	$ 10,373,595	$ 9,421,888	$ 9,361,878
Contributions as a Percentage of Covered Payroll	444.89%	34.43%	30.65%	27.20%

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only four years are shown.

Note to Schedule:

Valuation Date:	June 30, 2015
Methods and assumptions used to determine contribution rates:	
Single and Agent Employers	Entry age normal
Amortization method	Level Percent of Payroll
Remaining amortization period	29 Years as of the Valuation Date
Assets valuation method	Market value
Inflation	2.75%
Salary Increases	3.00%
Investment rate of return	7.50% Net of Pension Plan Investment and Administrative Expenses; includes Inflation.
Retirement age	The probabilities of Retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to
Mortality	The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale

CITY OF MONROVIA

COST-SHARING MULTIPLE EMPLOYER SAFETY PLANS
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	2018	2017	2016	2015
SAFETY:				
Proportion of the Net Pension Liability	0.54335%	0.54486%	0.53703%	0.42717%
Proportionate Share of the Net Pension Liability	$ 53,885,723	$ 47,147,040	$ 36,861,586	$ 31,006,504
Covered Payroll	$ 9,625,216	$ 9,183,754	$ 8,938,777	$ 9,306,810
Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	559.84%	513.37%	412.38%	333.16%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	71.74%	74.06%	79.82%	78.40%

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2016 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Change of Assumptions: In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent.

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only four years are shown.

CITY OF MONROVIA

COST-SHARING MULTIPLE EMPLOYER SAFETY PLANS
SCHEDULE OF CONTRIBUTIONS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	2018	2017	2016	2015
SAFETY:				
Actuarially Determined Contribution	$ 4,480,876	$ 3,950,150	$ 3,515,143	$ 2,674,702
Contribution in Relation to the Actuarially Determined Contributions	(57,817,168)	(3,950,150)	(3,515,143)	(2,674,702)
Contribution Deficiency (Excess)	$ (53,336,292)	$ -	$ -	$ -
Covered Payroll	$ 10,146,441	$ 9,625,216	$ 9,183,754	$ 8,938,777
Contributions as a Percentage of Covered Payroll	569.83%	41.04%	38.28%	29.92%

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only four years are shown.

Note to Schedule:

Valuation Date:	June 30, 2016
Methods and assumptions used to determine contribution rates:	
Single and Agent Employers	Entry age normal
Amortization method	Level percentage of payroll, closed 20 years
Assets valuation method	Market value
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Investment rate of return	7.50% Net of Pension Plan Investment and Administrative Expenses; includes Inflation
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.75% thereafter
Mortality	Derived using CalPERS' Membership Data for all Funds

CITY OF MONROVIA

SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	2018
Total OPEB Liability	
Service cost	$ 609,000
Interest on the total OPEB liability	993,000
Changes in assumptions	(3,877,000)
Benefit payments	(856,000)
Net change in total OPEB liability	**(3,131,000)**
Total OPEB liability - beginning	34,681,000
Total OPEB liability - ending	**$ 31,550,000**
Covered-employee Payroll	$ 23,792,000
Total OPEB liability as a percentage of Covered Payroll	132.61%

(1) Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

Notes to Schedule: None.

Changes in assumptions: The discount rate was changed from 2.85 percent (net of administrative expense) to 3.58 percent for the measurement period ended June 30, 2017.

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE BY DEPARTMENT
GENERAL FUND
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 6,234,745	$ 6,234,745	$ 6,234,745	$ -
Resources (Inflows):				
Taxes	26,186,905	26,109,513	26,488,533	379,020
Licenses and permits	1,291,886	803,676	810,168	6,492
Intergovernmental	674,604	674,604	1,758,278	1,083,674
Charges for services	3,549,284	2,872,547	2,601,426	(271,121)
Use of money and property	430,780	430,780	485,544	54,764
Fines and forfeitures	255,700	200,700	176,797	(23,903)
Contributions	46,300	111,300	100,100	(11,200)
Miscellaneous	479,500	516,500	798,638	282,138
Transfers in	13,140,242	13,340,242	12,483,068	(857,174)
Amounts Available for Appropriations	**52,289,946**	**51,294,607**	**51,937,297**	**642,690**
Charges to Appropriations (Outflow):				
General government				
City Council	178,980	178,980	119,705	59,275
City Manager	754,927	715,385	787,452	(72,067)
City Clerk	361,535	425,235	437,474	(12,239)
City Treasurer	17,090	17,090	16,544	546
City Attorney	350,400	350,400	351,330	(930)
Finance Administration	99,706	99,706	95,040	4,666
Finance Operations	1,257,104	1,133,835	1,215,271	(81,436)
Human Resources	1,076,492	1,087,174	1,018,243	68,931
Non-departmental	1,702,960	1,608,960	1,604,611	4,349
Public safety				
Police Administration	493,002	531,182	532,454	(1,272)
Police Services	2,246,965	2,248,550	2,141,394	107,156
Police Patrol	8,157,821	8,219,383	8,228,412	(9,029)
Communication Crime Analysis	1,495,501	1,515,871	1,584,258	(68,387)
Community Policing	670,680	670,680	608,421	62,259
Animal License	206,271	206,271	181,375	24,896
Fire Administration	577,750	584,250	619,646	(35,396)
Fire Suppression	9,762,887	9,866,111	10,258,437	(392,326)
Prevention	256,637	277,637	244,259	33,378
Emergency Medical Services	453,422	453,422	456,022	(2,600)
Emergency Preparedness	14,101	44,101	39,713	4,388
Detectives	1,806,715	1,814,707	2,152,177	(337,470)
Community development				
Community Development Admin/Econ Dev	352,283	359,817	412,352	(52,535)
Building	1,576,239	1,235,072	1,210,184	24,888
Business License	186,109	186,109	188,485	(2,376)
Planning	1,320,867	1,115,117	993,519	121,598
Code Enforcement	299,913	299,913	313,905	(13,992)
Parks and recreation				
Community Services Administration	1,213,017	1,540,054	1,518,283	21,771
Senior Program	10,000	10,000	7,659	2,341
Recreation Services	12,501	4,000	1,329	2,671
Library	2,200,435	2,168,629	2,178,593	(9,964)
Youth Center	1,000	1,000	80	920
Historical Museum	77,810	77,810	57,949	19,861
Community Center Operations	411,905	362,194	358,829	3,365
Concerts in the Park	59,800	59,800	40,111	19,689
Contract Classes	51,350	51,350	42,920	8,430
Urban Park Rental Programs	5,900	5,900	5,512	388
Monrovia Reads and Play	11,000	11,000	-	11,000
Library Reference	211,099	211,099	210,230	869
Children's Library	119,749	119,749	119,803	(54)
Library Circulation	29,564	29,564	29,564	-
Public Relations	101,200	101,200	87,423	13,777
Special Activities	185,236	204,937	209,906	(4,969)
Youth Sports	151,246	20,190	15,059	5,131
Wilderness Management Program	214,435	163,862	162,483	1,379
Canyon Park	405,384	406,313	295,599	110,714
Public works				
Proposition C Program	-	-	2,800	(2,800)
Public Works Administration	202,611	277,715	201,285	76,430
Engineering	405,661	405,661	378,750	26,911
Parks Maintenance	695,198	700,759	785,334	(84,575)
Capital outlay	101,600	276,600	205,691	70,909
Debt service:				
Interest and fiscal charges	500	500	-	500
Transfers out	3,528,738	3,528,738	2,708,887	819,851
Total Charges to Appropriations	**46,083,296**	**45,983,582**	**45,434,762**	**548,820**
Budgetary Fund Balance, June 30	**$ 6,206,650**	**$ 5,311,025**	**$ 6,502,535**	**$ 1,191,510**

See Notes to Required Supplementary Information

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
GANG VIOLENCE AND DRUG ABUSE GRANTS
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (307,969)	$ (307,969)	$ (307,969)	$ -
Resources (Inflows):				
Intergovernmental	7,641,508	7,641,508	6,281,748	(1,359,760)
Use of money and property	2,500	2,500	90	(2,410)
Miscellaneous	-	-	451	451
Amounts Available for Appropriations	**7,336,039**	**7,336,039**	**5,974,320**	**(1,361,719)**
Charges to Appropriations (Outflow):				
Public safety	7,641,508	7,641,508	6,366,220	1,275,288
Total Charges to Appropriations	**7,641,508**	**7,641,508**	**6,366,220**	**1,275,288**
Budgetary Fund Balance, June 30	**$ (305,469)**	**$ (305,469)**	**$ (391,900)**	**$ (86,431)**

See Notes to Required Supplementary Information

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
MONROVIA HOUSING AUTHORITY
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 4,689,229	$ 4,689,229	$ 4,689,229	$ -
Resources (Inflows):				
Use of money and property	5,000	5,000	57,722	52,722
Miscellaneous	4,000	4,000	3,694	(306)
Transfers in	146,449	146,449	158,160	11,711
Proceeds from sale of capital asset	-	-	(128,615)	(128,615)
Amounts Available for Appropriations	**4,844,678**	**4,844,678**	**4,780,190**	**(64,488)**
Charges to Appropriations (Outflow):				
Community development	167,348	241,950	231,240	10,710
Transfers out	31,929	231,929	243,936	(12,007)
Total Charges to Appropriations	**199,277**	**473,879**	**475,176**	**(1,297)**
Budgetary Fund Balance, June 30	**$ 4,645,401**	**$ 4,370,799**	**$ 4,305,014**	**$ (65,785)**

See Notes to Required Supplementary Information

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
RETIREMENT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 2,608,315	$ 2,608,315	$ 2,608,315	$ -
Resources (Inflows):				
Taxes	6,458,832	6,365,492	6,602,231	236,739
Use of money and property	11,000	11,000	9,983	(1,017)
Transfers in	2,400,000	2,400,000	2,400,000	-
Amounts Available for Appropriations	**11,478,147**	**11,384,807**	**11,620,529**	**235,722**
Charges to Appropriations (Outflow):				
General government	160,000	160,000	147,122	12,878
Transfers out	8,670,339	10,764,952	10,753,977	10,975
Total Charges to Appropriations	**8,830,339**	**10,924,952**	**10,901,099**	**23,853**
Budgetary Fund Balance, June 30	**$ 2,647,808**	**$ 459,855**	**$ 719,430**	**$ 259,575**

See Notes to Required Supplementary Information

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General Budget Policies

The City's budget is prepared under the direction of the City Manager. Revenues are budgeted based on source. The budget control level established is at the "fund level", with sub-classifications by function, department and object of expenditure.

The City Council approves total budgeted appropriations and any amendments to total appropriations during the year. This "appropriated budget" covers substantially all City expenditures, with the exception of debt service and projects that constitute legally authorized "non-appropriated budget." All annual appropriations lapse at year-end. There were no significant non-budgeted financial activities. The budgetary information shown for revenues and expenditures represents the original adopted budget adjusted for any changes made by the City Council or City Manager. Supplemental budgetary appropriations were necessary during the year. The effects of these amendments were not material.

Although the appropriated budget is classified by departments and objects of expenditure, the City Manager is authorized to transfer budgeted amounts between departments and object categories, and also between programs. Council approval is required only for transfers between funds, or for an increase in total appropriations.

Budgets for the General and Special Revenue Funds are adopted on a basis substantially consistent with generally accepted accounting principles (GAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items.

The Bikeway Special Revenue Fund did not have a legally adopted budget.

Expenditures Exceeding Appropriations

Excesses of expenditures over appropriations by department in individual funds are as follows:

Fund	Appropriation	Actual	Excess
General Fund:			
General government			
City manager	$ 715,385	$ 787,452	$ (72,067)
City clerk	425,235	437,474	(12,239)
City attorney	350,400	351,330	(930)
Finance operations	1,133,835	1,215,271	(81,436)
Public safety			
Police Administration	531,182	532,454	(1,272)
Police Patrol	8,219,383	8,228,412	(9,029)
Communication Crime Analysis	1,515,871	1,584,258	(68,387)
Fire Administration	584,250	619,646	(35,396)
Fire Suppression	9,866,111	10,258,437	(392,326)
Emergency Medical Services	453,422	456,022	(2,600)
Detectives	1,814,707	2,152,177	(337,470)
Community development			
Community Development Admin/Econ Dev	359,817	412,352	(52,535)
Business License	186,109	188,485	(2,376)
Code Enforcement	299,913	313,905	(13,992)
Parks and recreation			
Library	2,168,629	2,178,593	(9,964)
Children's Library	119,749	119,803	(54)
Special Activities	204,937	209,906	(4,969)
Public works			
Proposition C Program	-	2,800	(2,800)
Parks Maintenance	700,759	785,334	(84,575)
Monrovia Housing Authority Fund			
Community Development	241,950	359,855	(117,905)

NON MAJOR GOVERNMENTAL FUNDS

The following funds have been classified as non-major governmental funds in the accompanying financial statements.

Proposition A Fund - To account for ½ cent transportation sales tax, which became effective July 1982.

Proposition C Fund - To account for ½ cent transportation sales tax, which became effective November 1990.

AB 2766 Fund - To account for funds used to implement air quality improvement pursuant to South Coast Air Quality Management District (SCAQMD).

Traffic Safety Fund - To account for fines and forfeitures received under Section 1463 of the Penal Code. Expenditures must be used exclusively for traffic control devices, traffic law enforcement, and traffic accident prevention.

State Gasoline Tax Fund - To account for State gasoline taxes received by the City. These funds are transferred to the Street Maintenance Fund and used for street repair, reconstruction, and maintenance.

Bikeway Fund - To account for costs under SB821 related to State Bikeway monies which are used for the development of bicycle and pedestrian facilities.

Library Grant Fund - To account for state funds provided under SB555, which supplement, but not supplant, local revenues appropriated for public library expenditures. In addition, this fund is also used to account for other library grant funds received by the City.

Fire Hazmat Fund - To account for state mandated hazardous materials information collection and reporting. Expenditures included inspection of businesses for compliance with regulations.

Community Development Block Grant (CDBG) Fund - To account for CDBG funds received from the Department of Housing and Urban Development (HUD) administered by the County of Los Angeles. All expenditures are restricted for target area projects and programs.

Asset Forfeiture Fund - To account for coordinated drug enforcement efforts within the San Gabriel Valley. Expenditures incurred are restricted to targeting, investigating and prosecuting individuals who engage in high level drug-trafficking enterprises, and to seize all assets derived therefrom.

Police Grants Fund - To account for law enforcement grant funds received from local, state, and federal agencies.

(Continued)

Lighting and Landscaping Assessment District Fund - To account for the costs associated with the City's street lighting and street tree maintenance programs. These costs are deemed to benefit all property owners who are assessed their proportionate share of the costs. The City's landscape maintenance is not billed to all property owners, but only those who specifically receive benefits from the districts. Assessments are placed on the property tax bill and collected and remitted by the County of Los Angeles.

Park Maintenance Assessment District Fund - To account for the costs associated with the City's park maintenance program. These costs are deemed to benefit all property owners who are assessed their proportionate share of the costs. Assessments are placed on the property tax bill and collected and remitted by the County of Los Angeles.

Business Improvement District Fund - To account for special assessment collected from the Business Improvement District to be spent on promotional activities.

Fire Grants Fund – To account for fire related grant funds received from local, state, and federal agencies.

Measure R Fund- To account for ½ cent transportation sales tax, which became effective July 2009.

SB 1 - Road Maintenance and Rehabilitation Account (RMRA) Fund - To account for the gas tax measure Senate Bill (SB) 1, which became effective November 2017, and was created to address deferred roadway maintenance and repairs to the local streets and road system**.** These funds are transferred to the SB1 RMRA Fund and used for street repair, reconstruction, and maintenance.

Measure M Fund - To account for ½ cent transportation sales tax, which became effective July 2017.

Street Maintenance Fund - This fund serves as the main repository for all revenues supporting street maintenance activities. Financing for street related projects is provided by monies transferred in from the State Gasoline Tax and Capital Improvement Funds.

Hillside Acquisition Capital Project Fund - This fund accounts for the costs associated with the acquisition of all land designated for the Wilderness Preserve (Hillside Open Space).

Library Bond Construction Project Fund – To account for the costs associated with the construction of the new City of Monrovia Public Library. Funds were made available through the passage of a bond measure passed in 2007.

Hillside Acquisition Debt Service Fund - This fund was created to account for the annual receipt of property taxes collected for the Hillside Wilderness Preserve and all costs associated with the issuance of bonds, including the receipt of proceeds, the costs of issuance, and the annual debt service payments.

(Continued)

Library Bond Debt Service Fund - This fund was created to account for the annual receipt of property taxes, all costs associated with the issuance of bonds, including the receipt of proceeds, the costs of issuance, and the annual debt service payments related to the 2007 [now 2017 refunding] bond measure passed to fund the construction of a new library.

Proposition C and Measure R Debt Service - To account for the payment of annual debt service on the 2016 Measure R and Proposition C Street Improvement Bonds. The Bonds were issued to finance the Monrovia Renewal Improvement Program project expenses. The debt service is paid with Proposition C and Measure R local revenues.

Miller Memorial Trust Fund - This fund accounts for the Joseph H. Miller Trust for which only interest earnings may be expended for library books.

CITY OF MONROVIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	Special Revenue Funds			
	Proposition A	**Proposition C**	**AB 2766**	**Traffic Safety**
Assets:				
Pooled cash and investments	$ 301,898	$ 907,617	$ 333,869	$ 144,430
Receivables:				
Accounts	237,808	-	12,680	43,530
Taxes	-	-	-	-
Grants	-	-	-	-
Restricted assets:				
Cash and investments	-	-	-	-
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 539,706**	**$ 907,617**	**$ 346,549**	**$ 187,960**
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	$ 344,346	$ -	$ 164	$ 2,603
Accrued liabilities	-	1,341	-	3,296
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	**344,346**	**1,341**	**164**	**5,899**
Deferred Inflows of Resources:				
Unavailable revenues	174,422	-	-	-
Total Deferred Inflows of Resources	**174,422**	**-**	**-**	**-**
Fund Balances:				
Nonspendable:				
Permanent fund principal	-	-	-	-
Restricted for:				
Public safety	-	-	-	182,061
Public works	-	-	-	-
Debt service	-	-	-	-
Transportation	20,938	906,276	-	-
Air Quality	-	-	346,385	-
Library	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	**20,938**	**906,276**	**346,385**	**182,061**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 539,706**	**$ 907,617**	**$ 346,549**	**$ 187,960**

CITY OF MONROVIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018 (CONTINUED)

	Special Revenue Funds			
	State Gasoline Tax	Bikeway	Library Grant	Fire Hazmat
Assets:				
Pooled cash and investments	$ -	$ -	$ 86,587	$ 102,094
Receivables:				
Accounts	-	43,304	1,153	129,161
Taxes	-	-	-	-
Grants	-	-	18,084	-
Restricted assets:				
Cash and investments	-	-	-	-
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ -**	**$ 43,304**	**$ 105,824**	**$ 231,255**
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ 3,007	$ 732
Accrued liabilities	-	-	790	2,689
Unearned revenues	-	-	2,924	-
Due to other governments	-	-	-	-
Due to other funds	-	43,304	-	-
Total Liabilities	**-**	**43,304**	**6,721**	**3,421**
Deferred Inflows of Resources:				
Unavailable revenues	-	-	19,237	118,685
Total Deferred Inflows of Resources	**-**	**-**	**19,237**	**118,685**
Fund Balances:				
Nonspendable:				
Permanent fund principal	-	-	-	-
Restricted for:				
Public safety	-	-	-	109,149
Public works	-	-	-	-
Debt service	-	-	-	-
Transportation	-	-	-	-
Air Quality	-	-	-	-
Library	-	-	79,866	-
Unassigned	-	-	-	-
Total Fund Balances	**-**	**-**	**79,866**	**109,149**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ -**	**$ 43,304**	**$ 105,824**	**$ 231,255**

CITY OF MONROVIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	Special Revenue Funds			
	Community Development Block Grant	Asset Forfeiture	Police Grants	Lighting and Landscaping Assessment District
Assets:				
Pooled cash and investments	$ -	$ 98	$ -	$ 178,669
Receivables:				
Accounts	-	7,054	-	11,547
Taxes	-	-	-	36,487
Grants	47,846	-	31,893	-
Restricted assets:				
Cash and investments	-	-	-	-
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 47,846**	**$ 7,152**	**$ 31,893**	**$ 226,703**
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	$ 5,839	$ -	$ 14	$ 130,160
Accrued liabilities	-	-	-	6,317
Unearned revenues	-	-	65,365	-
Due to other governments	-	-	-	-
Due to other funds	42,251	17,438	60,691	-
Total Liabilities	**48,090**	**17,438**	**126,070**	**136,477**
Deferred Inflows of Resources:				
Unavailable revenues	-	-	31,893	975
Total Deferred Inflows of Resources	**-**	**-**	**31,893**	**975**
Fund Balances:				
Nonspendable:				
Permanent fund principal	-	-	-	-
Restricted for:				
Public safety	-	-	-	-
Public works	-	-	-	89,251
Debt service	-	-	-	-
Transportation	-	-	-	-
Air Quality	-	-	-	-
Library	-	-	-	-
Unassigned	(244)	(10,286)	(126,070)	-
Total Fund Balances	**(244)**	**(10,286)**	**(126,070)**	**89,251**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 47,846**	**$ 7,152**	**$ 31,893**	**$ 226,703**

CITY OF MONROVIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018 (CONTINUED)

	Special Revenue Funds			
	Park Maint. Assessment District	Business Improvement District	Fire Grants	Measure R
Assets:				
Pooled cash and investments	$ 7,650	$ 87,705	$ -	$ 1,456,349
Receivables:				
Accounts	-	227	-	-
Taxes	8,352	-	-	-
Grants	-	-	-	-
Restricted assets:				
Cash and investments	-	-	-	-
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 16,002**	**$ 87,932**	**$ -**	**$ 1,456,349**
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	$ 2,225	$ 2,064	$ -	$ 205,070
Accrued liabilities	4,180	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	3,535	-
Due to other funds	-	-	14,381	-
Total Liabilities	**6,405**	**2,064**	**17,916**	**205,070**
Deferred Inflows of Resources:				
Unavailable revenues	-	227	-	-
Total Deferred Inflows of Resources	**-**	**227**	**-**	**-**
Fund Balances:				
Nonspendable:				
Permanent fund principal	-	-	-	-
Restricted for:				
Public safety	-	-	-	-
Public works	9,597	85,641	-	-
Debt service	-	-	-	-
Transportation	-	-	-	1,251,279
Air Quality	-	-	-	-
Library	-	-	-	-
Unassigned	-	-	(17,916)	-
Total Fund Balances	**9,597**	**85,641**	**(17,916)**	**1,251,279**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 16,002**	**$ 87,932**	**$ -**	**$ 1,456,349**

CITY OF MONROVIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	Special Revenue Funds		Capital Projects Funds	
	SB1 RMRA	Measure M	Street Maintenance	Hillside Acquisition Capital Project
Assets:				
Pooled cash and investments	$ 12,140	$ 96,245	$ -	$ -
Receivables:				
Accounts	81,630	-	1,543	-
Taxes	-	-	-	-
Grants	-	-	11,276	-
Restricted assets:				
Cash and investments	-	-	-	-
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 93,770**	**$ 96,245**	**$ 12,819**	**$ -**
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	$ 5,801	$ 96,150	$ 19,479	$ -
Accrued liabilities	1,749	-	12,652	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	190,401	127,394
Total Liabilities	**7,550**	**96,150**	**222,532**	**127,394**
Deferred Inflows of Resources:				
Unavailable revenues	-	-	12,819	-
Total Deferred Inflows of Resources	**-**	**-**	**12,819**	**-**
Fund Balances:				
Nonspendable:				
Permanent fund principal	-	-	-	-
Restricted for:				
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service	-	-	-	-
Transportation	-	-	-	-
Air Quality	-	-	-	-
Library	-	-	-	-
Unassigned	86,220	95	(222,532)	(127,394)
Total Fund Balances	**86,220**	**95**	**(222,532)**	**(127,394)**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 93,770**	**$ 96,245**	**$ 12,819**	**$ -**

CITY OF MONROVIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018 (CONTINUED)

	Capital Projects Fund	Debt Service Funds		
	Library Bond Construction Project	Hillside Acquisition Debt Service	Library Bond Debt Service	Prop C and Measure R
Assets:				
Pooled cash and investments	$ 867,175	$ -	$ 232,785	$ 9,920
Receivables:				
Accounts	-	-	-	-
Taxes	-	36,935	51,293	-
Grants	-	-	-	-
Restricted assets:				
Cash and investments	-	-	-	796,116
Cash and investments with fiscal agents	-	13	26	-
Total Assets	**$ 867,175**	**$ 36,948**	**$ 284,104**	**$ 806,036**
Liabilities, Deferred Inflows of Resources, and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ -	$ -
Accrued liabilities	-	-	-	-
Unearned revenues	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	21,675	-	-
Total Liabilities	**-**	**21,675**	**-**	**-**
Deferred Inflows of Resources:				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	**-**	**-**	**-**	**-**
Fund Balances:				
Nonspendable:				
Permanent fund principal	-	-	-	-
Restricted for:				
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service	-	15,273	284,104	806,036
Transportation	-	-	-	-
Air Quality	-	-	-	-
Library	867,175	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	**867,175**	**15,273**	**284,104**	**806,036**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 867,175**	**$ 36,948**	**$ 284,104**	**$ 806,036**

CITY OF MONROVIA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	Permanent Funds	
	Miller Memorial Trust Fund	Total Nonmajor Governmental Funds
Assets:		
Pooled cash and investments	$ 101,580	$ 4,926,811
Receivables:		
Accounts	-	569,637
Taxes	-	133,067
Grants	-	109,099
Restricted assets:		
Cash and investments	-	796,116
Cash and investments with fiscal agents	-	39
Total Assets	**$ 101,580**	**$ 6,534,769**
Liabilities, Deferred Inflows of Resources, and Fund Balances:		
Liabilities:		
Accounts payable	$ -	$ 817,654
Accrued liabilities	-	33,014
Unearned revenues	-	68,289
Due to other governments	-	3,535
Due to other funds	-	517,535
Total Liabilities	**-**	**1,440,027**
Deferred Inflows of Resources:		
Unavailable revenues	-	358,258
Total Deferred Inflows of Resources	**-**	**358,258**
Fund Balances:		
Nonspendable:		
Permanent fund principal	101,580	101,580
Restricted for:		
Public safety	-	291,210
Public works	-	184,489
Debt service	-	1,105,413
Transportation	-	2,178,493
Air Quality	-	346,385
Library	-	947,041
Unassigned	-	(418,127)
Total Fund Balances	**101,580**	**4,736,484**
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	**$ 101,580**	**$ 6,534,769**

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CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue Funds			
	Proposition A	**Proposition C**	**AB 2766**	**Traffic Safety**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Assessments	-	-	-	-
Intergovernmental	1,124,464	654,457	49,670	-
Charges for services	48,760	-	3,716	-
Use of money and property	2,609	13,164	3,896	1,363
Fines and forfeitures	-	-	-	606,906
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	**1,175,833**	**667,621**	**57,282**	**608,269**
Expenditures:				
Current:				
Public safety	-	-	-	508,467
Community development	876,175	-	-	-
Parks and recreation	-	-	-	-
Public works	333,599	86,888	92,222	-
Capital outlay	-	377,079	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**1,209,774**	**463,967**	**92,222**	**508,467**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(33,941)	203,654	(34,940)	99,802
Other Financing Sources (Uses):				
Transfers in	-	-	-	25,658
Transfers out	-	(468,783)	-	(86,440)
Total Other Financing Sources (Uses)	**-**	**(468,783)**	**-**	**(60,782)**
Net Change in Fund Balances	(33,941)	(265,129)	(34,940)	39,020
Fund Balances, Beginning of Year	54,879	1,171,405	381,325	143,041
Fund Balances, End of Year	**$ 20,938**	**$ 906,276**	**$ 346,385**	**$ 182,061**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018 **(CONTINUED)**

	Special Revenue Funds			
	State Gasoline Tax	Bikeway	Library Grant	Fire Hazmat
Revenues:				
Taxes	$ 811,093	$ 43,304	$ -	$ -
Assessments	-	-	-	-
Intergovernmental	-	-	46,709	-
Charges for services	-	-	-	214,742
Use of money and property	-	-	1,195	302
Fines and forfeitures	-	-	-	-
Contributions	-	-	100	-
Miscellaneous	-	-	-	-
Total Revenues	**811,093**	**43,304**	**48,004**	**215,044**
Expenditures:				
Current:				
Public safety	-	-	-	190,688
Community development	-	-	-	-
Parks and recreation	-	-	63,430	-
Public works	-	-	-	-
Capital outlay	-	43,304	13,273	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**-**	**43,304**	**76,703**	**190,688**
Excess (Deficiency) of Revenues Over (Under) Expenditures	811,093	-	(28,699)	24,356
Other Financing Sources (Uses):				
Transfers in	-	-	14,292	34,881
Transfers out	(811,093)	-	-	(32,416)
Total Other Financing Sources (Uses)	**(811,093)**	**-**	**14,292**	**2,465**
Net Change in Fund Balances	-	-	(14,407)	26,821
Fund Balances, Beginning of Year	-	-	94,273	82,328
Fund Balances, End of Year	**$ -**	**$ -**	**$ 79,866**	**$ 109,149**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue Funds			
	Community Development Block Grant	Asset Forfeiture	Police Grants	Lighting and Landscaping Assessment District
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Assessments	-	-	-	1,057,206
Intergovernmental	247,280	34,446	233,574	-
Charges for services	-	5,478	-	-
Use of money and property	-	-	-	3,650
Fines and forfeitures	-	29,410	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	10,572
Total Revenues	**247,280**	**69,334**	**233,574**	**1,071,428**
Expenditures:				
Current:				
Public safety	-	258,020	302,566	-
Community development	254,440	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	1,304,973
Capital outlay	-	-	-	150,590
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**254,440**	**258,020**	**302,566**	**1,455,563**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,160)	(188,686)	(68,992)	(384,135)
Other Financing Sources (Uses):				
Transfers in	7,160	210,077	-	365,691
Transfers out	-	-	-	(195,746)
Total Other Financing Sources (Uses)	**7,160**	**210,077**	**-**	**169,945**
Net Change in Fund Balances	-	21,391	(68,992)	(214,190)
Fund Balances, Beginning of Year	(244)	(31,677)	(57,078)	303,441
Fund Balances, End of Year	**$ (244)**	**$ (10,286)**	**$ (126,070)**	**$ 89,251**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018 **(CONTINUED)**

	Special Revenue Funds			
	Park Maint. Assessment District	**Business Improvement District**	**Fire Grants**	**Measure R**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Assessments	224,765	52,912	-	-
Intergovernmental	-	-	61,977	434,934
Charges for services	-	62,685	-	15,921
Use of money and property	334	773	-	18,838
Fines and forfeitures	-	-	-	-
Contributions	-	2,210	-	-
Miscellaneous	-	-	-	-
Total Revenues	**225,099**	**118,580**	**61,977**	**469,693**
Expenditures:				
Current:				
Public safety	-	-	-	-
Community development	-	89,329	-	-
Parks and recreation	-	-	-	-
Public works	265,931	-	-	224,501
Capital outlay	-	-	57,697	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**265,931**	**89,329**	**57,697**	**224,501**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,832)	29,251	4,280	245,192
Other Financing Sources (Uses):				
Transfers in	41,996	-	-	-
Transfers out	(24,890)	(11,612)	-	(818,783)
Total Other Financing Sources (Uses)	**17,106**	**(11,612)**	**-**	**(818,783)**
Net Change in Fund Balances	(23,726)	17,639	4,280	(573,591)
Fund Balances, Beginning of Year	33,323	68,002	(22,196)	1,824,870
Fund Balances, End of Year	**$ 9,597**	**$ 85,641**	**$ (17,916)**	**$ 1,251,279**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue Funds		Capital Projects Funds	
	SB1 RMRA	Measure M	Street Maintenance	Hillside Acquisition Capital Project
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Assessments	-	-	-	-
Intergovernmental	225,675	394,150	2,966	81,056
Charges for services	-	6,870	-	-
Use of money and property	429	95	587	-
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	**226,104**	**401,115**	**3,553**	**81,056**
Expenditures:				
Current:				
Public safety	-	-	-	-
Community development	-	-	-	62,905
Parks and recreation	-	-	-	-
Public works	148,436	-	1,135,820	-
Capital outlay	-	103,020	145,558	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**148,436**	**103,020**	**1,281,378**	**62,905**
Excess (Deficiency) of Revenues Over (Under) Expenditures	77,668	298,095	(1,277,825)	18,151
Other Financing Sources (Uses):				
Transfers in	8,552	-	1,530,703	206,000
Transfers out	-	(298,000)	(221,330)	-
Total Other Financing Sources (Uses)	**8,552**	**(298,000)**	**1,309,373**	**206,000**
Net Change in Fund Balances	86,220	95	31,548	224,151
Fund Balances, Beginning of Year	-	-	(254,080)	(351,545)
Fund Balances, End of Year	**$ 86,220**	**$ 95**	**$ (222,532)**	**$ (127,394)**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018 **(CONTINUED)**

	Capital Projects Fund	Debt Service Funds		
	Library Bond Construction Project	Hillside Acquisition Debt Service	Library Bond Debt Service	Prop C and Measure R
Revenues:				
Taxes	$ -	$ 746,772	$ 1,050,723	$ -
Assessments	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	7,767	916	2,997	2,063
Fines and forfeitures	-	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	**7,767**	**747,688**	**1,053,720**	**2,063**
Expenditures:				
Current:				
Public safety	-	-	-	-
Community development	-	-	-	-
Parks and recreation	-	-	-	-
Public works	-	-	-	-
Capital outlay	102,513	-	-	-
Debt service:				
Principal retirement	-	275,000	575,000	265,000
Interest and fiscal charges	-	228,069	467,763	527,006
Total Expenditures	**102,513**	**503,069**	**1,042,763**	**792,006**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(94,746)	244,619	10,957	(789,943)
Other Financing Sources (Uses):				
Transfers in	-	-	-	792,008
Transfers out	-	(290,000)	-	-
Total Other Financing Sources (Uses)	**-**	**(290,000)**	**-**	**792,008**
Net Change in Fund Balances	(94,746)	(45,381)	10,957	2,065
Fund Balances, Beginning of Year	961,921	60,654	273,147	803,971
Fund Balances, End of Year	**$ 867,175**	**$ 15,273**	**$ 284,104**	**$ 806,036**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Permanent Fund	
	Miller Memorial Trust Fund	**Total Nonmajor Governmental Funds**
Revenues:		
Taxes	$ -	$ 2,651,892
Assessments	-	1,334,883
Intergovernmental	-	3,591,358
Charges for services	-	358,172
Use of money and property	1,050	62,028
Fines and forfeitures	-	636,316
Contributions	-	2,310
Miscellaneous	-	10,572
Total Revenues	**1,050**	**8,647,531**
Expenditures:		
Current:		
Public safety	-	1,259,741
Community development	-	1,282,849
Parks and recreation	-	63,430
Public works	-	3,592,370
Capital outlay	-	993,034
Debt service:		
Principal retirement	-	1,115,000
Interest and fiscal charges	-	1,222,838
Total Expenditures	**-**	**9,529,262**
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,050	(881,731)
Other Financing Sources (Uses):		
Transfers in	-	3,237,018
Transfers out	-	(3,259,093)
Total Other Financing Sources (Uses)	**-**	**(22,075)**
Net Change in Fund Balances	1,050	(903,806)
Fund Balances, Beginning of Year	100,530	5,640,290
Fund Balances, End of Year	**$ 101,580**	**$ 4,736,484**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
PROPOSITION A
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 54,879	$ 54,879	$ 54,879	$ -
Resources (Inflows):				
Intergovernmental	1,111,594	1,111,594	1,124,464	12,870
Charges for services	45,000	45,000	48,760	3,760
Use of money and property	1,500	1,500	2,609	1,109
Amounts Available for Appropriations	**1,212,973**	**1,212,973**	**1,230,712**	**17,739**
Charges to Appropriations (Outflow):				
Community development	1,065,310	1,065,310	876,175	189,135
Public works	200,000	200,000	333,599	(133,599)
Total Charges to Appropriations	**1,265,310**	**1,265,310**	**1,209,774**	**55,536**
Budgetary Fund Balance, June 30	**$ (52,337)**	**$ (52,337)**	**$ 20,938**	**$ 73,275**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
PROPOSITION C
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 1,171,405	$ 1,171,405	$ 1,171,405	$ -
Resources (Inflows):				
Intergovernmental	581,363	581,363	654,457	73,094
Use of money and property	11,500	11,500	13,164	1,664
Amounts Available for Appropriations	**1,764,268**	**1,764,268**	**1,839,026**	**74,758**
Charges to Appropriations (Outflow):				
Public works	152,081	152,081	86,888	65,193
Capital outlay	172,000	172,000	377,079	(205,079)
Transfers out	394,766	394,766	468,783	(74,017)
Total Charges to Appropriations	**718,847**	**718,847**	**932,750**	**(213,903)**
Budgetary Fund Balance, June 30	**$ 1,045,421**	**$ 1,045,421**	**$ 906,276**	**$ (139,145)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
AB 2766
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 381,325	$ 381,325	$ 381,325	$ -
Resources (Inflows):				
Intergovernmental	54,000	54,000	49,670	(4,330)
Charges for services	1,000	1,000	3,716	2,716
Use of money and property	2,500	2,500	3,896	1,396
Amounts Available for Appropriations	**438,825**	**438,825**	**438,607**	**(218)**
Charges to Appropriations (Outflow):				
Public works	164,750	263,750	92,222	171,528
Total Charges to Appropriations	**164,750**	**263,750**	**92,222**	**171,528**
Budgetary Fund Balance, June 30	**$ 274,075**	**$ 175,075**	**$ 346,385**	**$ 171,310**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
TRAFFIC SAFETY
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 143,041	$ 143,041	$ 143,041	$ -
Resources (Inflows):				
Use of money and property	1,000	1,000	1,363	363
Fines and forfeitures	472,500	472,500	606,906	134,406
Transfers in	25,596	25,596	25,658	62
Amounts Available for Appropriations	**642,137**	**642,137**	**776,968**	**134,831**
Charges to Appropriations (Outflow):				
Public safety	429,691	467,691	508,467	(40,776)
Capital outlay	10,000	10,000	-	10,000
Transfers out	91,122	91,122	86,440	4,682
Total Charges to Appropriations	**530,813**	**568,813**	**594,907**	**(26,094)**
Budgetary Fund Balance, June 30	**$ 111,324**	**$ 73,324**	**$ 182,061**	**$ 108,737**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
STATE GASOLINE TAX
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ -	$ -	$ -	$ -
Resources (Inflows):				
Taxes	1,052,134	835,703	811,093	(24,610)
Amounts Available for Appropriations	**1,052,134**	**835,703**	**811,093**	**(24,610)**
Charges to Appropriations (Outflow):				
Transfers out	1,052,134	835,703	811,093	24,610
Total Charges to Appropriations	**1,052,134**	**835,703**	**811,093**	**24,610**
Budgetary Fund Balance, June 30	**$ -**	**$ -**	**$ -**	**$ -**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
LIBRARY GRANT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 94,273	$ 94,273	$ 94,273	$ -
Resources (Inflows):				
Intergovernmental	31,000	31,000	46,709	15,709
Use of money and property	1,000	1,000	1,195	195
Contributions	-	-	100	100
Transfers in	11,017	11,017	14,292	3,275
Amounts Available for Appropriations	**137,290**	**137,290**	**156,569**	**19,279**
Charges to Appropriations (Outflow):				
Parks and recreation	42,017	42,017	63,430	(21,413)
Capital outlay	-	-	13,273	(13,273)
Total Charges to Appropriations	**42,017**	**42,017**	**76,703**	**(34,686)**
Budgetary Fund Balance, June 30	**$ 95,273**	**$ 95,273**	**$ 79,866**	**$ (15,407)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
FIRE HAZMAT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 82,328	$ 82,328	$ 82,328	$ -
Resources (Inflows):				
Charges for services	196,000	196,000	214,742	18,742
Use of money and property	500	500	302	(198)
Transfers in	34,898	34,898	34,881	(17)
Amounts Available for Appropriations	**313,726**	**313,726**	**332,253**	**18,527**
Charges to Appropriations (Outflow):				
Public safety	194,187	194,187	190,688	3,499
Transfers out	31,703	31,703	32,416	(713)
Total Charges to Appropriations	**225,890**	**225,890**	**223,104**	**2,786**
Budgetary Fund Balance, June 30	**$ 87,836**	**$ 87,836**	**$ 109,149**	**$ 21,313**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
COMMUNITY DEVELOPMENT BLOCK GRANT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (244)	$ (244)	$ (244)	$ -
Resources (Inflows):				
Intergovernmental	283,641	283,641	247,280	(36,361)
Transfers in	2,836	2,836	7,160	4,324
Amounts Available for Appropriations	**286,233**	**286,233**	**254,196**	**(32,037)**
Charges to Appropriations (Outflow):				
Community development	286,477	286,477	254,440	32,037
Total Charges to Appropriations	**286,477**	**286,477**	**254,440**	**32,037**
Budgetary Fund Balance, June 30	**$ (244)**	**$ (244)**	**$ (244)**	**$ -**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
ASSET FORFEITURE
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (31,677)	$ (31,677)	$ (31,677)	$ -
Resources (Inflows):				
Intergovernmental	40,000	40,000	34,446	(5,554)
Charges for services	6,000	6,000	5,478	(522)
Fines and forfeitures	17,000	17,000	29,410	12,410
Transfers in	195,013	195,013	210,077	15,064
Amounts Available for Appropriations	**226,336**	**226,336**	**247,734**	**21,398**
Charges to Appropriations (Outflow):				
Public safety	247,287	247,287	258,020	(10,733)
Total Charges to Appropriations	**247,287**	**247,287**	**258,020**	**(10,733)**
Budgetary Fund Balance, June 30	**$ (20,951)**	**$ (20,951)**	**$ (10,286)**	**$ 10,665**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
POLICE GRANTS
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (57,078)	$ (57,078)	$ (57,078)	$ -
Resources (Inflows):				
Intergovernmental	191,666	191,666	233,574	41,908
Amounts Available for Appropriations	**134,588**	**134,588**	**176,496**	**41,908**
Charges to Appropriations (Outflow):				
Public safety	191,666	191,666	302,566	(110,900)
Total Charges to Appropriations	**191,666**	**191,666**	**302,566**	**(110,900)**
Budgetary Fund Balance, June 30	**$ (57,078)**	**$ (57,078)**	**$ (126,070)**	**$ (68,992)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
LIGHTING AND LANDSCAPING ASSESSMENT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 303,441	$ 303,441	$ 303,441	$ -
Resources (Inflows):				
Assessments	1,045,621	1,045,621	1,057,206	11,585
Use of money and property	2,000	2,000	3,650	1,650
Miscellaneous	-	-	10,572	10,572
Transfers in	364,801	364,801	365,691	890
Amounts Available for Appropriations	**1,715,863**	**1,715,863**	**1,740,560**	**24,697**
Charges to Appropriations (Outflow):				
Public works	1,212,910	1,290,460	1,304,973	(14,513)
Capital outlay	-	-	150,590	(150,590)
Debt service:				
Interest and fiscal charges	200	200	-	200
Transfers out	182,298	182,298	195,746	(13,448)
Total Charges to Appropriations	**1,395,408**	**1,472,958**	**1,651,309**	**(178,351)**
Budgetary Fund Balance, June 30	**$ 320,455**	**$ 242,905**	**$ 89,251**	**$ (153,654)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
PARK MAINTENANCE ASSESSMENT DISTRICT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 33,323	$ 33,323	$ 33,323	$ -
Resources (Inflows):				
Assessments	230,549	230,549	224,765	(5,784)
Use of money and property	1,000	1,000	334	(666)
Transfers in	42,884	42,884	41,996	(888)
Amounts Available for Appropriations	**307,756**	**307,756**	**300,418**	**(7,338)**
Charges to Appropriations (Outflow):				
Public works	265,811	265,811	265,931	(120)
Debt service:				
Interest and fiscal charges	150	150	-	150
Transfers out	22,753	22,753	24,890	(2,137)
Total Charges to Appropriations	**288,714**	**288,714**	**290,821**	**(2,107)**
Budgetary Fund Balance, June 30	**$ 19,042**	**$ 19,042**	**$ 9,597**	**$ (9,445)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
BUSINESS IMPROVEMENT DISTRICT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 68,002	$ 68,002	$ 68,002	$ -
Resources (Inflows):				
Assessments	62,000	62,000	52,912	(9,088)
Charges for services	11,000	63,000	62,685	(315)
Use of money and property	500	500	773	273
Contributions	-	-	2,210	2,210
Amounts Available for Appropriations	**141,502**	**193,502**	**186,582**	**(6,920)**
Charges to Appropriations (Outflow):				
Community development	73,000	111,000	89,329	21,671
Transfers out	9,490	9,490	11,612	(2,122)
Total Charges to Appropriations	**82,490**	**120,490**	**100,941**	**19,549**
Budgetary Fund Balance, June 30	**$ 59,012**	**$ 73,012**	**$ 85,641**	**$ 12,629**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
FIRE GRANTS
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (22,196)	$ (22,196)	$ (22,196)	$ -
Resources (Inflows):				
Intergovernmental	45,720	45,720	61,977	16,257
Amounts Available for Appropriations	**23,524**	**23,524**	**39,781**	**16,257**
Charges to Appropriations (Outflow):				
Public safety	45,720	45,720	-	45,720
Capital outlay	-	-	57,697	(57,697)
Total Charges to Appropriations	**45,720**	**45,720**	**57,697**	**(11,977)**
Budgetary Fund Balance, June 30	**$ (22,196)**	**$ (22,196)**	**$ (17,916)**	**$ 4,280**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
MEASURE R
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 1,824,870	$ 1,824,870	$ 1,824,870	$ -
Resources (Inflows):				
Intergovernmental	432,112	432,112	434,934	2,822
Charges for services	-	-	15,921	15,921
Use of money and property	13,000	13,000	18,838	5,838
Amounts Available for Appropriations	**2,269,982**	**2,269,982**	**2,294,563**	**24,581**
Charges to Appropriations (Outflow):				
Public works	325,000	325,000	224,501	100,499
Transfers out	394,766	744,766	818,783	(74,017)
Total Charges to Appropriations	**719,766**	**1,069,766**	**1,043,284**	**26,482**
Budgetary Fund Balance, June 30	**$ 1,550,216**	**$ 1,200,216**	**$ 1,251,279**	**$ 51,063**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
SB1 RMRA
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ -	$ -	$ -	$ -
Resources (Inflows):				
Intergovernmental	-	216,431	225,675	9,244
Use of money and property	-	-	429	429
Transfers in	-	-	8,552	8,552
Amounts Available for Appropriations	**-**	**216,431**	**234,656**	**18,225**
Charges to Appropriation (Outflow):				
Public works	-	216,431	148,436	67,995
Total Charges to Appropriations	**-**	**216,431**	**148,436**	**67,995**
Budgetary Fund Balance, June 30	**$ -**	**$ -**	**$ 86,220**	**$ 86,220**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
MEASURE M
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ -	$ -	$ -	$ -
Resources (Inflows):				
Intergovernmental	498,000	498,000	394,150	(103,850)
Charges for services	-	-	6,870	6,870
Use of money and property	-	-	95	95
Amounts Available for Appropriations	**498,000**	**498,000**	**401,115**	**(96,885)**
Charges to Appropriation (Outflow):				
Capital outlay	-	-	103,020	(103,020)
Transfers out	498,000	298,000	298,000	-
Total Charges to Appropriations	**498,000**	**298,000**	**401,020**	**(103,020)**
Budgetary Fund Balance, June 30	**$ -**	**$ 200,000**	**$ 95**	**$ (199,905)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
STREET MAINTENANCE
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (254,080)	$ (254,080)	$ (254,080)	$ -
Resources (Inflows):				
Intergovernmental	648,542	648,542	2,966	(645,576)
Use of money and property	3,000	3,000	587	(2,413)
Transfers in	1,638,020	1,621,589	1,530,703	(90,886)
Amounts Available for Appropriations	**2,035,482**	**2,019,051**	**1,280,176**	**(738,875)**
Charges to Appropriations (Outflow):				
Public works	1,769,923	1,603,217	1,135,820	467,397
Capital outlay	-	-	145,558	(145,558)
Debt service:				
Interest and fiscal charges	500	500	-	500
Transfers out	252,362	252,362	221,330	31,032
Total Charges to Appropriations	**2,022,785**	**1,856,079**	**1,502,708**	**353,371**
Budgetary Fund Balance, June 30	**$ 12,697**	**$ 162,972**	**$ (222,532)**	**$ (385,504)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENTS
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 3,455,034	$ 3,455,034	$ 3,455,034	$ -
Resources (Inflows):				
Taxes	106,500	106,500	5,125	(101,375)
Intergovernmental	1,448,774	1,448,774	392,468	(1,056,306)
Use of money and property	500	500	3,165	2,665
Contributions	-	-	890	890
Miscellaneous	-	-	64,818	64,818
Transfers in	-	375,000	375,000	-
Amounts Available for Appropriations	**5,010,808**	**5,385,808**	**4,296,500**	**(1,089,308)**
Charges to Appropriations (Outflow):				
Capital outlay	1,725,612	1,654,254	1,695,691	(41,437)
Transfers out	25,292	25,292	16,633	8,659
Total Charges to Appropriations	**1,750,904**	**1,679,546**	**1,712,324**	**(32,778)**
Budgetary Fund Balance, June 30	**$ 3,259,904**	**$ 3,706,262**	**$ 2,584,176**	**$ (1,122,086)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
HILLSIDE ACQUISITION CAPITAL PROJECTS
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (351,545)	$ (351,545)	$ (351,545)	$ -
Resources (Inflows):				
Intergovernmental	-	-	81,056	81,056
Transfers in	206,000	206,000	206,000	-
Amounts Available for Appropriations	**(145,545)**	**(145,545)**	**(64,489)**	**81,056**
Charges to Appropriation (Outflow):				
Community development	212,000	212,000	62,905	149,095
Total Charges to Appropriations	**212,000**	**212,000**	**62,905**	**149,095**
Budgetary Fund Balance, June 30	**$ (357,545)**	**$ (357,545)**	**$ (127,394)**	**$ 230,151**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
LIBRARY BOND CONSTRUCTION PROJECT
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 961,921	$ 961,921	$ 961,921	$ -
Resources (Inflows):				
Use of money and property	2,000	2,000	7,767	5,767
Amounts Available for Appropriations	**963,921**	**963,921**	**969,688**	**5,767**
Charges to Appropriations (Outflow):				
Capital outlay	617,500	617,500	102,513	514,987
Total Charges to Appropriations	**617,500**	**617,500**	**102,513**	**514,987**
Budgetary Fund Balance, June 30	**$ 346,421**	**$ 346,421**	**$ 867,175**	**$ 520,754**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
PROPOSITION C AND MEASURE R PROJECTS
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 8,919,422	$ 8,919,422	$ 8,919,422	$ -
Resources (Inflows):				
Use of money and property	20,000	20,000	41,582	21,582
Amounts Available for Appropriations	**8,939,422**	**8,939,422**	**8,961,004**	**21,582**
Charges to Appropriation (Outflow):				
Capital outlay	-	3,370,760	3,370,760	-
Total Charges to Appropriations	**-**	**3,370,760**	**3,370,760**	**-**
Budgetary Fund Balance, June 30	**$ 8,939,422**	**$ 5,568,662**	**$ 5,590,244**	**$ 21,582**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
HILLSIDE ACQUISITION DEBT SERVICE
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 60,654	$ 60,654	$ 60,654	$ -
Resources (Inflows):				
Taxes	734,000	734,000	746,772	12,772
Use of money and property	1,500	1,500	916	(584)
Amounts Available for Appropriations	**796,154**	**796,154**	**808,342**	**12,188**
Charges to Appropriations (Outflow):				
Debt service:				
Principal retirement	275,000	275,000	275,000	-
Interest and fiscal charges	230,137	230,137	228,069	2,068
Transfers out	290,000	290,000	290,000	-
Total Charges to Appropriations	**795,137**	**795,137**	**793,069**	**2,068**
Budgetary Fund Balance, June 30	**$ 1,017**	**$ 1,017**	**$ 15,273**	**$ 14,256**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
LIBRARY BOND DEBT SERVICE
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 273,147	$ 273,147	$ 273,147	$ -
Resources (Inflows):				
Taxes	1,030,000	1,030,000	1,050,723	20,723
Use of money and property	5,000	5,000	2,997	(2,003)
Amounts Available for Appropriations	**1,308,147**	**1,308,147**	**1,326,867**	**18,720**
Charges to Appropriations (Outflow):				
Debt service:				
Principal retirement	575,000	575,000	575,000	-
Interest and fiscal charges	469,126	469,126	467,763	1,363
Total Charges to Appropriations	**1,044,126**	**1,044,126**	**1,042,763**	**1,363**
Budgetary Fund Balance, June 30	**$ 264,021**	**$ 264,021**	**$ 284,104**	**$ 20,083**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
PENSION OBLIGATION BOND DEBT SERVICE
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 12,451	$ 12,451	$ 12,451	$ -
Resources (Inflows):				
Use of money and property	1,000	1,000	6,917	5,917
Transfers in	1,219,576	3,314,189	3,314,189	-
Refunding bonds issued	-	111,545,000	111,545,000	-
Amounts Available for Appropriations	**1,233,027**	**114,872,640**	**114,878,557**	**5,917**
Charges to Appropriations (Outflow):				
General government	-	-	7,312,850	(7,312,850)
Public safety	-	-	62,637,806	(62,637,806)
Community development	-	-	6,740,911	(6,740,911)
Parks and recreation	-	-	6,436,281	(6,436,281)
Public works	-	-	5,588,479	(5,588,479)
Debt service:				
Principal retirement	520,000	1,355,000	1,355,000	-
Interest and fiscal charges	701,075	100,251,826	2,041,785	98,210,041
Cos of issuance	-	1,103,245	1,103,245	-
Payment to refunded bond escrow agent	-	12,061,925	12,061,925	-
Transfers out	-	-	9,574,811	(9,574,811)
Total Charges to Appropriations	**1,221,075**	**114,771,996**	**114,853,093**	**(81,097)**
Budgetary Fund Balance, June 30	**$ 11,952**	**$ 100,644**	**$ 25,464**	**$ (75,180)**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
PROPOSITION C AND MEASURE R DEBT SERVICE
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 803,971	$ 803,971	$ 803,971	$ -
Resources (Inflows):				
Use of money and property	2,500	2,500	2,063	(437)
Transfers in	789,532	789,532	792,008	2,476
Amounts Available for Appropriations	**1,596,003**	**1,596,003**	**1,598,042**	**2,039**
Charges to Appropriation (Outflow):				
Debt service:				
Principal retirement	265,000	265,000	265,000	-
Interest and fiscal charges	527,531	527,531	527,006	525
Total Charges to Appropriations	**792,531**	**792,531**	**792,006**	**525**
Budgetary Fund Balance, June 30	**$ 803,472**	**$ 803,472**	**$ 806,036**	**$ 2,564**

CITY OF MONROVIA

BUDGETARY COMPARISON SCHEDULE
MILLER MEMORIAL TRUST
YEAR ENDED JUNE 30, 2018

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 100,530	$ 100,530	$ 100,530	$ -
Resources (Inflows):				
Use of money and property	1,000	1,000	1,050	50
Amounts Available for Appropriations	**101,530**	**101,530**	**101,580**	**50**
Budgetary Fund Balance, June 30	**$ 101,530**	**$ 101,530**	**$ 101,580**	**$ 50**

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NON MAJOR PROPRIETARY FUNDS

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is to ensure that the costs of providing goods or services to the general public, on a continuing basis, be financed or recovered primarily through user charges. Funds included are:

Storm Drain Fund - Established in fiscal year 1993-94 to implement and administer the mandated cleanup of the storm drain system as required under federal regulations (NPDES - National Pollution Discharge Elimination System Act). Also, to account for routine maintenance costs associated with debris and catch basin facilities.

Street Sweeping Fund - To account for citywide street sweeping services provided to all areas of the community. City owned parking lots are swept as part of this activity. All costs of providing this service are accounted for in this fund, including contracted services, administration, billing, and overhead.

Waste Management Fund - To account for the State mandated AB939 Solid Waste Management program and other waste management activities. This fund tracks all costs associated with the preparation, adoption, and implementation of a comprehensive waste management program.

CITY OF MONROVIA

COMBINING STATEMENT OF NET POSITION
NON-MAJOR PROPRIETARY FUNDS
JUNE 30, 2018

	Business-Type Activities - Enterprise Funds			
	Storm Drain	Street Sweeping	Waste Management	Totals
Assets:				
Current:				
Cash and investments	$ 453,391	$ 268,856	$ 211,517	$ 933,764
Receivables:				
Accounts	14,301	29,982	813,888	858,171
Total Current Assets	**467,692**	**298,838**	**1,025,405**	**1,791,935**
Noncurrent:				
Capital assets - net of accumulated depreciation	436,795	65,276	22,050	524,121
Total Noncurrent Assets	**436,795**	**65,276**	**22,050**	**524,121**
Total Assets	**$ 904,487**	**$ 364,114**	**$ 1,047,455**	**$ 2,316,056**
Liabilities and Net Position:				
Liabilities:				
Current:				
Accounts payable	$ 36,199	$ 28,034	$ 24,841	$ 89,074
Unearned revenues	-	-	39,947	39,947
Deposits payable	-	-	130,604	130,604
Accrued compensated absences	-	-	9,048	9,048
Total Current Liabilities	**36,199**	**28,034**	**204,440**	**268,673**
Noncurrent:				
Accrued compensated absences	-	-	3,954	3,954
Total Noncurrent Liabilities	**-**	**-**	**3,954**	**3,954**
Total Liabilities	**36,199**	**28,034**	**208,394**	**272,627**
Net Position:				
Net investment in capital assets	436,795	65,276	22,050	524,121
Unrestricted	431,493	270,804	817,011	1,519,308
Total Net Position	**868,288**	**336,080**	**839,061**	**2,043,429**
Total Liabilities and Net Position	**$ 904,487**	**$ 364,114**	**$ 1,047,455**	**$ 2,316,056**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
NON-MAJOR PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds			
	Storm Drain	Street Sweeping	Waste Management	Totals
Operating Revenues:				
Sales and service charges	$ 285,804	$ 210,679	$ 2,825,514	$ 3,321,997
Miscellaneous	-	-	40	40
Total Operating Revenues	**285,804**	**210,679**	**2,825,554**	**3,322,037**
Operating Expenses:				
Professional and contract services	139,499	170,270	26,985	336,754
Maintenance and supplies	21,797	8,080	97,127	127,004
Depreciation expense	21,636	3,528	1,633	26,797
Total Operating Expenses	**182,932**	**181,878**	**125,745**	**490,555**
Operating Income (Loss)	102,872	28,801	2,699,809	2,831,482
Nonoperating Revenues (Expenses):				
Intergovernmental	-	-	30,395	30,395
Interest revenue	10,885	2,831	10,830	24,546
Total Nonoperating Revenues (Expenses)	**10,885**	**2,831**	**41,225**	**54,941**
Income (Loss) Before Transfers	113,757	31,632	2,741,034	2,886,423
Transfers in	50,000	-	-	50,000
Transfers out	(29,750)	(58,886)	(2,923,729)	(3,012,365)
Changes in Net Position	134,007	(27,254)	(182,695)	(75,942)
Net Position:				
Beginning of Year	734,281	363,334	1,021,756	2,119,371
End of Fiscal Year	**$ 868,288**	**$ 336,080**	**$ 839,061**	**$ 2,043,429**

CITY OF MONROVIA

COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	Business-Type Activities - Enterprise Funds			
	Storm Drain	Street Sweeping	Waste Management	Totals
Cash Flows from Operating Activities:				
Cash received from customers and users	$ 291,806	$ 210,009	$ 2,141,275	$ 2,643,090
Cash paid to suppliers for goods and services	(179,591)	(165,243)	(129,813)	(474,647)
Cash paid to employees for services	-	-	(643,351)	(643,351)
Net Cash Provided by Operating Activities	**112,215**	**44,766**	**1,368,111**	**1,525,092**
Cash Flows from Non-Capital Financing Activities:				
Cash transfers out	(29,750)	(58,886)	(2,923,729)	(3,012,365)
Cash transfers in	50,000	-	-	50,000
Cash paid for advances to other funds	(11,613)	-	(11,613)	(23,226)
Intergovernmental	-	-	30,395	30,395
Net Cash Provided by (Used in) Non-Capital Financing Activities	**8,637**	**(58,886)**	**(2,904,947)**	**(2,955,196)**
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets	(23,003)	-	-	(23,003)
Net Cash Used in Capital and Related Financing Activities	**(23,003)**	**-**	**-**	**(23,003)**
Cash Flows from Investing Activities:				
Interest received	10,885	2,831	10,830	24,546
Net Cash Provided by Investing Activities	**10,885**	**2,831**	**10,830**	**24,546**
Net Increase in Cash and Cash Equivalents	**108,734**	**(11,289)**	**(1,526,006)**	**(1,428,561)**
Cash and Cash Equivalents at Beginning of Year	344,657	280,145	1,737,523	2,362,325
Cash and Cash Equivalents at End of Year	**$ 453,391**	**$ 268,856**	**$ 211,517**	**$ 933,764**
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating income	$ 102,872	$ 28,801	$ 2,699,809	$ 2,831,482
Adjustments to reconcile operating income net cash provided (used) by operating activities:				
Depreciation	21,636	3,528	1,633	26,797
(Increase) decrease in accounts receivable	6,002	(670)	(684,485)	(679,153)
(Increase) decrease in deferred pension related outflows	-	-	132,426	132,426
Increase (decrease) in accounts payable	(18,295)	13,107	(5,754)	(10,942)
Increase (decrease) in unearned revenue	-	-	(214)	(214)
Increase (decrease) in deposits payable	-	-	420	420
Increase (decrease) in compensated absences	-	-	6,867	6,867
Increase (decrease) in net pension liability	-	-	(763,028)	(763,028)
Increase (decrease) in deferred pension related inflows	-	-	(19,563)	(19,563)
Total Adjustments	**9,343**	**15,965**	**(1,331,698)**	**(1,306,390)**
Net Cash Provided by Operating Activities	**$ 112,215**	**$ 44,766**	**$ 1,368,111**	**$ 1,525,092**

INTERNAL SERVICE FUNDS

Established to finance and account for goods and services provided by one City department to other City departments on a cost-reimbursement basis. Such reimbursements are accounted for as quasi external interfund transactions. Accordingly, they are treated as operating revenues of the Internal Service Fund, and as current operating expenditures or operating expenses, as appropriate, of the fund(s) receiving the service. The fee charged is designed to accumulate the total costs (including depreciation and overhead) of providing the service. Funds included are:

Facilities Maintenance Fund - This fund serves as a cost center for facility maintenance activities and as a depreciation reserve to meet large cyclical and capital replacement expenses.

Equipment Pool Fund - To account for the costs of operating a central maintenance and refueling facility and to provide for replacement of automotive and motorized equipment used by other City departments. In addition, this fund accounts for the operating costs of maintaining fire equipment and accumulates monies for the replacement of depreciated fire rolling stock and specialized equipment.

Central Services Fund - To account for information systems services and the centralized purchasing of materials and supplies, including reprographic services provided to various other operating departments. This fund also accumulates monies for the maintenance and replacement of the Citywide telephone system.

Liability Insurance Fund - To account for the costs to operate a Citywide general and automobile liability program.

Workers' Compensation Insurance Fund - To account for the costs to operate a Citywide self-insured workers' compensation program.

Unemployment Insurance Fund - To account for the costs to operate a City-wide self-insured unemployment insurance program.

CITY OF MONROVIA

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2018

	Governmental Activities - Internal Service Funds			
	Facilities Maintenance	Equipment Pool	Central Services	Liability Insurance
Assets and Deferred Outflows:				
Assets:				
Current:				
Cash and investments	$ 521,534	$ 2,306,025	$ 282,271	$ 50,000
Receivables:				
Accounts	32,252	57,675	-	5,834
Prepaid costs	5,229	-	5,181	1,279,101
Inventories	-	-	1,513	-
Total Current Assets	**559,015**	**2,363,700**	**288,965**	**1,334,935**
Noncurrent:				
Capital assets - net of accumulated depreciation	2,036,219	2,746,183	152,364	-
Total Noncurrent Assets	**2,036,219**	**2,746,183**	**152,364**	**-**
Total Assets	**2,595,234**	**5,109,883**	**441,329**	**1,334,935**
Deferred Outflows of Resources:				
Deferred pension related items	1,021,940	410,461	749,877	-
Total Deferred Outflows of Resources	**1,021,940**	**410,461**	**749,877**	**-**
Total Assets and Deferred Outflows of Resources	**$ 3,617,174**	**$ 5,520,344**	**$ 1,191,206**	**$ 1,334,935**
Liabilities, Deferred Inflows of Resources, and Net Position:				
Liabilities:				
Current:				
Accounts payable	$ 26,871	$ 92,358	$ 58,327	$ 409
Accrued liabilities	5,889	3,181	5,754	-
Due to other funds	-	-	-	669,059
Accrued compensated absences	6,608	-	15,309	-
Accrued claims and judgments	-	-	-	655,687
Bonds, notes, and capital leases	-	99,250	-	-
Total Current Liabilities	**39,368**	**194,789**	**79,390**	**1,325,155**
Noncurrent:				
Accrued compensated absences	2,888	-	6,690	-
Accrued claims and judgments	-	-	-	59,912
Bonds, notes, and capital leases	-	38,461	-	-
OPEB liability	339,385	166,491	204,912	-
Net pension liability	881,644	354,112	646,932	-
Total Noncurrent Liabilities	**1,223,917**	**559,064**	**858,534**	**59,912**
Total Liabilities	**1,263,285**	**753,853**	**937,924**	**1,385,067**
Deferred Inflows of Resources:				
Deferred pension related items	13,059	5,245	9,581	-
Deferred OPEB related items	35,660	17,493	21,530	-
Total Deferred Inflows of Resources	**48,719**	**22,738**	**31,111**	**-**
Net Position:				
Net investment in capital assets	2,036,219	2,476,859	152,364	-
Unrestricted	268,951	2,266,894	69,807	(50,132)
Total Net Position	**2,305,170**	**4,743,753**	**222,171**	**(50,132)**
Total Liabilities, Deferred Inflows, and Net Position	**$ 3,617,174**	**$ 5,520,344**	**$ 1,191,206**	**$ 1,334,935**

CITY OF MONROVIA

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2018

	Governmental Activities - Internal Service Funds		
	Workers' Compensation Insurance	Unemployment Insurance	Totals
Assets and Deferred Outflows:			
Assets:			
Current:			
Cash and investments	$ 60,000	$ 255,048	$ 3,474,878
Receivables:			
Accounts	287,466	-	383,227
Prepaid costs	1,120,437	-	2,409,948
Inventories	-	-	1,513
Total Current Assets	**1,467,903**	**255,048**	**6,269,566**
Noncurrent:			
Capital assets - net of accumulated depreciation	-	-	4,934,766
Total Noncurrent Assets	**-**	**-**	**4,934,766**
Total Assets	**1,467,903**	**255,048**	**11,204,332**
Deferred Outflows of Resources:			
Deferred pension related items	-	-	2,182,278
Total Deferred Outflows of Resources	**-**	**-**	**2,182,278**
Total Assets and Deferred Outflows of Resources	**$ 1,467,903**	**$ 255,048**	**$ 13,386,610**
Liabilities, Deferred Inflows of Resources, and Net Positio			
Liabilities:			
Current:			
Accounts payable	$ 28,304	$ 9,842	$ 216,111
Accrued liabilities	-	-	14,824
Due to other funds	1,579,624	-	2,248,683
Accrued compensated absences	-	-	21,917
Accrued claims and judgments	1,453,823	-	2,109,510
Bonds, notes, and capital leases	-	-	99,250
Total Current Liabilities	**3,061,751**	**9,842**	**4,710,295**
Noncurrent:			
Accrued compensated absences	-	-	9,578
Accrued claims and judgments	1,127,173	-	1,187,085
Bonds, notes, and capital leases	-	-	38,461
OPEB liability	-	-	710,788
Net pension liability	-	-	1,882,688
Total Noncurrent Liabilities	**1,127,173**	**-**	**3,828,600**
Total Liabilities	**4,188,924**	**9,842**	**8,538,895**
Deferred Inflows of Resources:			
Deferred pension related items	-	-	27,885
Deferred OPEB related items	-	-	74,683
Total Deferred Inflows of Resources	**-**	**-**	**102,568**
Net Position:			
Net investment in capital assets	-	-	4,665,442
Unrestricted	(2,721,021)	245,206	79,705
Total Net Position	**(2,721,021)**	**245,206**	**4,745,147**
Total Liabilities, Deferred Inflows, and Net Positi	**$ 1,467,903**	**$ 255,048**	**$ 13,386,610**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018

	Governmental Activities - Internal Service Funds			
	Facilities Maintenance	**Equipment Pool**	**Central Services**	**Liability Insurance**
Operating Revenues:				
Sales and service charges	$ -	$ 196,206	$ -	$ -
Interdepartmental charges	1,900,000	2,083,780	1,363,774	1,400,000
Miscellaneous	32,733	-	9,853	8,717
Total Operating Revenues	**1,932,733**	**2,279,986**	**1,373,627**	**1,408,717**
Operating Expenses:				
Salaries and employee benefits	171,875	352,778	68,567	-
Professional and contract services	138,358	333,695	525,334	1,451,643
Maintenance and Supplies	463,526	740,482	301,857	3,410
Utilities	449,605	8,661	267,897	-
Repairs and replacements	95,030	138,383	2,263	-
Insurance	-	-	-	109,749
Depreciation expense	85,475	668,531	21,941	-
Claims expense	-	-	-	716,617
Total Operating Expenses	**1,403,869**	**2,242,530**	**1,187,859**	**2,281,419**
Operating Income	528,864	37,456	185,768	(872,702)
Nonoperating Revenues (Expenses):				
Interest revenue	6,672	21,755	3,219	3,444
Interest expense	-	(48,461)	-	-
Gain (loss) on disposal of capital assets	-	6,720	-	-
Total Nonoperating Revenue (Expenses)	**6,672**	**(19,986)**	**3,219**	**3,444**
Income (Loss) Before Transfers	535,536	17,470	188,987	(869,258)
Transfers in	928,533	372,944	681,337	-
Transfers out	(210,183)	(111,901)	(72,443)	-
Changes in Net Position	1,253,886	278,513	797,881	(869,258)
Net Position:				
Beginning of Year, as originally reported	1,424,349	4,648,253	(350,463)	819,126
Restatements	(373,065)	(183,013)	(225,247)	-
Beginning of Fiscal Year, as restated	1,051,284	4,465,240	(575,710)	819,126
End of Fiscal Year	**$ 2,305,170**	**$ 4,743,753**	**$ 222,171**	**$ (50,132)**

CITY OF MONROVIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018

	Governmental Activities - Internal Service Funds		
	Workers' Compensation Insurance	Unemployment Insurance	Totals
Operating Revenues:			
Sales and service charges	$ -	$ -	$ 196,206
Interdepartmental charges	956,937	51,903	7,756,394
Miscellaneous	408,889	-	460,192
Total Operating Revenues	**1,365,826**	**51,903**	**8,412,792**
Operating Expenses:			
Salaries and employee benefits	-	-	593,220
Professional and contract services	895,609	-	3,344,639
Maintenance and Supplies	3,388	-	1,512,663
Utilities	-	-	726,163
Repairs and replacements	-	-	235,676
Insurance	-	-	109,749
Depreciation expense	-	-	775,947
Claims expense	2,284,021	20,402	3,021,040
Total Operating Expenses	**3,183,018**	**20,402**	**10,319,097**
Operating Income	(1,817,192)	31,501	(1,906,305)
Nonoperating Revenues (Expenses):			
Interest revenue	1,820	2,324	39,234
Interest expense	-	-	(48,461)
Gain (loss) on disposal of capital assets	-	-	6,720
Total Nonoperating Revenue (Expenses)	**1,820**	**2,324**	**(2,507)**
Income (Loss) Before Transfers	(1,815,372)	33,825	(1,908,812)
Transfers in	-	-	1,982,814
Transfers out	-	-	(394,527)
Changes in Net Position	(1,815,372)	33,825	(320,525)
Net Position:			
Beginning of Year, as originally reported	(905,649)	211,381	5,846,997
Restatements	-	-	(781,325)
Beginning of Fiscal Year, as restated	(905,649)	211,381	5,065,672
End of Fiscal Year	**$ (2,721,021)**	**$ 245,206**	**$ 4,745,147**

CITY OF MONROVIA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018

	Governmental Activities - Internal Service Funds			
	Facilities Maintenance	**Equipment Pool**	**Central Services**	**Liability Insurance**
Cash Flows from Operating Activities:				
Cash received from interfund service provided	$ 1,977,711	$ 2,284,976	$ 1,373,627	$ 1,402,883
Cash paid to suppliers for goods and services	(845,659)	(1,237,897)	(803,116)	(1,475,110)
Cash received/refunded by suppliers for goods and services	-	-	-	-
Cash paid to employees for services	(1,602,845)	(448,910)	(1,123,013)	-
Cash paid for insurance claims	-	-	-	(275,070)
Net Cash Provided by Operating Activities	**(470,793)**	**598,169**	**(552,502)**	**(347,297)**
Cash Flows from Non-Capital Financing Activities:				
Cash transfers out	(210,183)	(111,901)	(72,443)	-
Cash transfers in	928,533	372,944	681,337	-
Repayment received from (paid to) other funds	-	-	-	393,853
Cash paid for advances to other funds	(23,226)	-	-	-
Net Cash Provided by (Used in) Non-Capital Financing Activities	**695,124**	**261,043**	**608,894**	**393,853**
Cash Flows from Capital and Related Financing Activities:				
Acquisition and construction of capital assets	(241,971)	(700,417)	(39,428)	-
Principal paid on capital debt	-	(133,610)	-	-
Interest paid on capital debt	-	(48,461)	-	-
Proceeds from sales of capital assets	-	40,602	-	-
Net Cash Used in Capital and Related Financing Activities	**(241,971)**	**(841,886)**	**(39,428)**	**-**
Cash Flows from Investing Activities:				
Interest received	6,672	21,755	3,219	3,444
Net Cash Provided by Investing Activities	**6,672**	**21,755**	**3,219**	**3,444**
Net Increase in Cash and Cash Equivalents	**(10,968)**	**39,081**	**20,183**	**50,000**
Cash and Cash Equivalents at Beginning of Year	532,502	2,266,944	262,088	-
Cash and Cash Equivalents at End of Year	**$ 521,534**	**$ 2,306,025**	**$ 282,271**	**$ 50,000**
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities:				
Operating income	$ 528,864	$ 37,456	$ 185,768	$ (872,702)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:				
Depreciation	85,475	668,531	21,941	-
(Increase) decrease in accounts receivable	44,978	4,990	-	(5,834)
(Increase) decrease in inventories	-	-	737	-
(Increase) decrease in prepaid expense	(5,229)	-	925	(11,773)
(Increase) decrease in deferred pension related outflows	(847,758)	(402,494)	(606,162)	-
Increase (decrease) in accounts payable	(143,516)	(25,337)	24,676	(8,284)
Increase (decrease) in claims and judgments	-	-	-	551,296
Increase (decrease) in compensated absences	(2,689)	-	8,339	-
Increase (decrease) in accrued liabilities	1,750	1,782	2,872	-
Increase (decrease) in OPEB liability	375,045	183,984	226,442	-
Increase (decrease) in net pension liability	(495,040)	125,189	(406,390)	-
Increase (decrease) in deferred pension related inflows	(12,673)	4,068	(11,650)	-
Total Adjustments	**(999,657)**	**560,713**	**(738,270)**	**525,405**
Net Cash Provided by Operating Activities	**$ (470,793)**	**$ 598,169**	**$ (552,502)**	**$ (347,297)**

CITY OF MONROVIA

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018

	Governmental Activities - Internal Service Funds		
	Workers' Compensation Insurance	Unemployment Insurance	Totals
Cash Flows from Operating Activities:			
Cash received from interfund service provided	$ 1,078,360	$ 51,903	$ 8,169,460
Cash paid to suppliers for goods and services	(1,117,815)	-	(5,479,597)
Cash received/refunded by suppliers for goods and services	-	3,323	3,323
Cash paid to employees for services	-	-	(3,174,768)
Cash paid for insurance claims	(936,126)	(20,402)	(1,231,598)
Net Cash Provided by Operating Activities	**(975,581)**	**34,824**	**(1,713,180)**
Cash Flows from Non-Capital Financing Activities:			
Cash transfers out	-	-	(394,527)
Cash transfers in	-	-	1,982,814
Repayment received from (paid to) other funds	1,033,761	-	1,427,614
Cash paid for advances to other funds	-	-	(23,226)
Net Cash Provided by (Used in) Non-Capital Financing Activities	**1,033,761**	**-**	**2,992,675**
Cash Flows from Capital and Related Financing Activities:			
Acquisition and construction of capital assets	-	-	(981,816)
Principal paid on capital debt	-	-	(133,610)
Interest paid on capital debt	-	-	(48,461)
Proceeds from sales of capital assets	-	-	40,602
Net Cash Used in Capital and Related Financing Activities	**-**	**-**	**(1,123,285)**
Cash Flows from Investing Activities:			
Interest received	1,820	2,324	39,234
Net Cash Provided by Investing Activities	**1,820**	**2,324**	**39,234**
Net Increase in Cash and Cash Equivalents	**60,000**	**37,148**	**195,444**
Cash and Cash Equivalents at Beginning of Year	-	217,900	3,279,434
Cash and Cash Equivalents at End of Year	**$ 60,000**	**$ 255,048**	**$ 3,474,878**
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities:			
Operating income	$ (1,817,192)	$ 31,501	$ (1,906,305)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:			
Depreciation	-	-	775,947
(Increase) decrease in accounts receivable	(287,466)	-	(243,332)
(Increase) decrease in inventories	-	-	737
(Increase) decrease in prepaid expense	(224,828)	-	(240,905)
(Increase) decrease in deferred pension related outflows	-	-	(1,856,414)
Increase (decrease) in accounts payable	6,010	3,323	(143,128)
Increase (decrease) in claims and judgments	1,347,895	-	1,899,191
Increase (decrease) in compensated absences	-	-	5,650
Increase (decrease) in accrued liabilities	-	-	6,404
Increase (decrease) in OPEB liability	-	-	785,471
Increase (decrease) in net pension liability	-	-	(776,241)
Increase (decrease) in deferred pension related inflows	-	-	(20,255)
Total Adjustments	**841,611**	**3,323**	**193,125**
Net Cash Provided by Operating Activities	**$ (975,581)**	**$ 34,824**	**$ (1,713,180)**

CITY OF MONROVIA

COMBINING STATEMENT OF CHANGES IN POSITION AND LIABILITIES
AGENCY FUND
YEAR ENDED JUNE 30, 2018

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
Deposit				
Assets:				
Pooled cash and investments	$ 1,953,047	$ 281,193	$ 550,194	$ 1,684,046
Receivables:				
Accounts	-	8,173	-	8,173
Total Assets	**$ 1,953,047**	**$ 289,366**	**$ 550,194**	**$ 1,692,219**
Liabilities:				
Accounts payable	$ 9,388	$ 517,718	$ 525,610	$ 1,496
Deposits payable	1,943,659	292,527	545,463	1,690,723
Total Liabilities	**$ 1,953,047**	**$ 810,245**	**$ 1,071,073**	**$ 1,692,219**

CITY OF MONROVIA

COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2018

	Private-Purpose Trust Funds		
	Bartle Memorial Trust	Successor Agency of the Former RDA	Total
Assets:			
Pooled cash and investments	$ 68,391	$ 3,125,462	$ 3,193,853
Receivables:			
Accounts	-	11,350	11,350
Notes and loans	-	2,298,491	2,298,491
Prepaid costs	-	316,214	316,214
Land held for resale	-	4,623,407	4,623,407
Restricted assets:			
Cash and investments with fiscal agents	-	2,045,009	2,045,009
Capital assets:			
Capital assets, not being depreciated	-	400,638	400,638
Capital assets, net of accumulated depreciation	-	1,583,329	1,583,329
Total Assets	**68,391**	**14,403,900**	**14,472,291**
Deferred Outflows of Resources:			
Deferred charge on refunding	-	1,978,701	1,978,701
Total Deferred Outflows of Resources	**-**	**1,978,701**	**1,978,701**
Liabilities:			
Accrued interest	-	515,386	515,386
Long-term liabilities:			
Due in one year	-	3,980,000	3,980,000
Due in more than one year	-	47,335,017	47,335,017
Advances from City	-	2,551,385	2,551,385
Total Liabilities	**-**	**54,381,788**	**54,381,788**
Net Position:			
Held in trust for educational material	68,391	-	68,391
Held in trust for other purposes	-	(37,999,187)	(37,999,187)
Total Net Position	**$ 68,391**	**$ (37,999,187)**	**$ (37,930,796)**

CITY OF MONROVIA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
YEAR ENDED JUNE 30, 2018

	Private-Purpose Trust Funds		
	Bartle Memorial Trust	Successor Agency of the Former RDA	Total
Additions:			
Taxes	$ -	$ 4,994,270	$ 4,994,270
Interest, rental income and change in fair value of investments	1,501	223,582	225,083
Total Additions	**1,501**	**5,217,852**	**5,219,353**
Deductions:			
Administrative expenses	56,337	250,000	306,337
Contractual services	-	18,638	18,638
Interest expense	-	1,963,696	1,963,696
Depreciation expense	-	47,071	47,071
Loss on sale of property	-	461,491	461,491
Total Deductions	**56,337**	**2,740,896**	**2,797,233**
Changes in Net Position	**(54,836)**	**2,476,956**	**2,422,120**
Net Position:			
Net Position - Beginning of the Year	123,227	(40,476,143)	(40,352,916)
Net Position - End of the Year	**$ 68,391**	**$ (37,999,187)**	**$ (37,930,796)**

STATISTICAL SECTION

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Statistical Section

This part of the City of Monrovia's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Contents

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City has presented five years of financial information for the financial schedules.*

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CITY OF MONROVIA

Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Government activities										
Invested in capital assets	$ 68,177,822	$ 66,534,992	$ 63,914,874	$ 65,485,637	$ 61,277,653	$ 66,232,669	$ 77,217,753	$ 81,209,749	$ 76,531,083	$ 81,458,761
Restricted	11,977,766	10,017,948	7,488,490	10,814,928	8,138,803	9,085,685	9,162,281	34,323,371	26,041,561	18,378,121
Unrestricted	(45,869,176)	(52,443,982)	(52,872,687)	(9,861,300)	(4,895,026)	(9,261,092)	(80,246,943)	(97,205,508)	(91,784,614)	(122,000,084)
Total governmental activities net position	**$ 34,286,412**	**$ 24,108,958**	**$ 18,530,677**	**$ 66,439,265**	**$ 64,521,430**	**$ 66,057,262**	**$ 6,133,091**	**$ 18,327,612**	**$ 10,788,030**	**$(22,163,202)**
Business-type activities										
Invested in capital assets	$ 14,658,759	$ 14,353,222	$ 14,185,738	$ 13,986,985	$ 13,696,019	$ 13,433,953	$ 13,141,993	$ 12,500,944	$ 20,761,074	$ 17,739,051
Unrestricted	10,750,356	10,832,956	11,186,996	11,282,561	12,236,913	13,033,400	4,388,193	3,968,330	(3,145,671)	1,075,247
Total business-type activities net position	**$ 25,409,115**	**$ 25,186,178**	**$ 25,372,734**	**$ 25,269,546**	**$ 25,932,932**	**$ 26,467,353**	**$ 17,530,186**	**$ 16,469,274**	**$ 17,615,403**	**$ 18,814,298**
Primary government										
Invested in capital assets	$ 82,836,581	$ 80,888,214	$ 78,100,612	$ 79,472,622	$ 74,973,672	$ 79,666,622	$ 90,359,746	$ 93,710,693	$ 97,292,157	$ 99,197,812
Restricted	11,977,766	10,017,948	7,488,490	10,814,928	8,138,803	9,074,278	9,162,281	34,323,371	26,041,561	18,378,121
Unrestricted	(35,118,820)	(41,611,026)	(41,685,691)	1,421,261	7,341,887	3,783,715	(75,858,750)	(93,237,178)	(94,930,285)	(120,924,837)
Total primary government activities net position	**$ 59,695,527**	**$ 49,295,136**	**$ 43,903,411**	**$ 91,708,811**	**$ 90,454,362**	**$ 92,524,615**	**$ 23,663,277**	**$ 34,796,886**	**$ 28,403,433**	**$ (3,348,904)**

CITY OF MONROVIA

Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Expenses										
Governmental Activities:										
General government	$ 14,690,887	$ 11,323,045	$ 7,806,619	$ 11,537,671	$ 6,031,358	$ 6,194,416	$ 6,316,049	$ 6,180,431	$ 8,838,995	$ 6,425,829
Public safety	30,237,704	29,668,311	31,992,332	29,263,648	29,076,271	29,145,200	30,045,252	30,004,707	35,428,713	38,500,875
Community development	5,637,545	3,566,623	3,735,340	2,998,784	1,884,561	2,524,932	3,508,963	3,852,738	4,845,457	5,493,974
Community services	4,328,972	4,221,050	4,044,492	3,927,271	3,823,053	4,239,048	4,342,038	4,076,224	5,555,789	6,259,263
Public works	6,726,065	6,578,725	5,674,632	4,398,366	5,759,850	5,530,663	6,002,679	5,446,094	6,437,941	8,007,614
Interest on long-term debt	6,601,294	6,340,492	7,212,599	4,082,349	2,022,347	1,824,755	2,000,926	1,998,044	2,034,772	5,034,392
Total Governmental Activities Expenses	68,222,467	61,698,246	60,466,014	56,208,089	48,597,440	49,459,014	52,215,907	51,558,238	63,141,667	69,721,947
Business-Type Activities:										
Water	5,481,405	5,547,930	5,227,978	5,248,403	5,213,823	5,864,409	6,330,266	6,259,232	6,102,765	10,715,550
Sewer	558,679	626,710	505,299	516,031	534,252	593,907	1,001,746	833,572	972,083	1,024,651
Storm drain	337,220	283,385	157,376	163,520	165,401	233,390	668,254	224,510	359,671	182,932
Street sweeping	242,852	243,356	209,676	191,631	188,954	170,970	203,009	105,187	165,928	181,878
Waste management	335,789	306,124	361,184	395,355	382,775	471,767	556,717	359,475	213,575	125,745
Total Business-Type Activities Expenses	6,955,945	7,007,505	6,461,513	6,514,940	6,485,205	7,334,443	8,759,992	7,781,976	7,814,022	12,230,756
Total Primary Government Expenses	$ 75,178,412	$ 68,705,751	$ 66,927,527	$ 62,723,029	$ 55,082,645	$ 56,793,457	$ 60,975,899	$ 59,340,214	$ 70,955,689	$ 81,952,703
Program Revenues										
Governmental Activities:										
Charges for services:										
General government	$ 670,353	$ 633,045	$ 760,926	$ 840,773	$ 1,019,838	$ 764,184	$ 1,759,640	$ 1,695,935	$ 925,206	$ 1,976,276
Public safety	2,116,014	2,079,848	2,062,508	2,760,237	2,108,552	2,276,149	2,226,628	2,669,686	2,489,660	2,293,174
Community development	1,188,330	884,580	748,759	1,149,759	810,331	1,229,953	1,176,169	2,396,273	1,573,065	1,641,216
Community services	1,457,362	1,481,477	1,476,370	1,448,002	1,469,001	1,490,209	1,491,755	1,460,641	1,295,987	1,519,710
Public works	422,130	692,979	645,727	950,929	656,766	1,675,944	487,529	611,954	669,384	699,671
Operating Contributions	9,119,603	9,306,795	9,459,910	8,714,126	7,932,635	8,791,537	8,580,298	8,179,141	7,644,823	9,609,803
Capital Contributions and Grants	3,254,503	732,032	1,864,287	1,102,849	594,847	1,670,949	12,176,977	8,099,038	1,049,515	589,433
Total Governmental Activities Program Revenues	18,228,295	15,810,756	17,018,487	16,966,675	14,591,970	17,898,925	27,898,996	25,112,668	15,647,640	18,329,283
Business-Type Activities:										
Charges for services:										
Water	6,719,182	6,246,551	6,189,598	6,040,602	6,583,725	7,025,060	6,006,480	6,332,222	7,624,310	9,034,717
Sewer	783,411	786,965	801,761	754,965	806,441	830,442	804,775	1,162,961	1,499,794	1,587,835
Storm drain	278,474	281,369	281,368	270,447	283,667	293,483	284,044	286,604	286,994	285,804
Street sweeping	204,048	205,677	206,267	197,904	207,598	214,807	208,687	211,107	211,563	210,679
Waste management	482,549	614,354	724,046	621,036	1,158,018	1,210,551	1,703,832	1,439,716 *	2,268,159 *	2,855,909
Total Business-Type Activities Program Revenues	8,467,664	8,134,916	8,203,040	7,884,954	9,039,449	9,574,343	9,007,818	9,432,610	11,890,820	13,974,944
Total Primary Government Program Revenues	$ 26,695,959	$ 23,945,672	$ 25,221,527	$ 24,851,629	$ 23,631,419	$ 27,473,268	$ 36,906,814	$ 34,545,278	$ 27,538,460	$ 32,304,227
Net (Expense)/Revenue										
Governmental Activities	(49,994,172)	(45,887,490)	(43,447,527)	(39,241,414)	(34,005,470)	(31,560,089)	(24,316,911)	(26,445,570)	(47,494,027)	(51,392,664)
Business-Type Activities	1,511,719	1,127,411	1,741,527	1,370,014	2,554,244	2,239,900	247,826	1,650,634	4,076,798	1,744,188
Total Primary Government Net Expense	(48,482,453)	(44,760,079)	(41,706,000)	(37,871,400)	(31,451,226)	(29,320,189)	(24,069,085)	(24,794,936)	(43,417,229)	(49,648,476)

CITY OF MONROVIA

Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
Property taxes, levied for general purpose	$ 23,167,560	$ 22,536,516	$ 23,430,213	$ 21,693,992	$ 17,889,530	$ 18,470,835	$ 19,026,069	$ 20,521,090	$19,505,335	$ 20,286,871
Transient occupancy taxes	1,040,912	1,042,888	1,179,277	1,329,193	1,454,318	1,562,880	1,760,129	1,891,098	1,945,275	1,935,581
Sales taxes	6,635,741	6,404,613	6,636,440	10,368,693	7,149,117	7,300,385	8,056,915	9,451,394	10,735,607	10,521,395
Franchise taxes	855,836	722,647	779,315	910,643	614,151	633,585	599,709	632,425	616,374	728,638
Business licenses taxes	572,204	560,715	536,630	565,086	547,403	560,606	555,227	777,899	767,457	757,991
Other taxes	883,353	877,189	1,225,930	1,359,121	1,170,525	1,524,077	1,243,543	1,068,417	1,156,792	1,297,912
Intergovernmental, unrestricted:										
Motor Vehicle In Lieu	133,794	118,377	204,959	32,482	21,328	40,217	7,315	24,576	16,813	20,273
Use of money and property	1,995,135	1,349,593	1,739,933	326,883	887,077	466,012	529,050	652,691	611,746	825,433
Gain/(Loss) on the sale of capital asset	206,427	186,364	202,375	-	-	-	-	-	405,466	(121,895)
Other	191,984	306,457	356,988	800,116	861,699	876,193	664,172	755,084	454,039	578,651
Extraordinary gain/(loss) on dissolution of RDA	-	-	-	57,343,847	-	-	-	-	-	-
Transfers	1,300,659	1,604,677	1,672,983	1,551,374	1,965,337	1,816,446	1,906,149	2,865,417	3,739,541	(3,001,615)
Total Governmental Activities	36,983,605	35,710,036	37,965,043	96,281,430	32,560,485	33,251,236	34,348,278	38,640,091	39,954,445	33,829,235
Business-Type Activities:										
Use of money and property	195,828	42,682	42,695	21,990	17,610	51,600	67,451	118,106	199,193	262,245
Other	57,723	54,193	75,317	5,056,182	56,869	59,367	20,498	35,765	218,800	20,046
Extraordinary gain/(loss) on dissolution of RDA				(5,000,000)	-	-	-	-	-	-
Transfers	(1,300,659)	(1,604,677)	(1,672,983)	(1,551,374)	(1,965,337)	(1,816,446)	(1,906,149)	(2,865,417)	(3,739,541)	3,001,615
Total Business-Type Activities	(1,047,108)	(1,507,802)	(1,554,971)	(1,473,202)	(1,890,858)	(1,705,479)	(1,818,200)	(2,711,546)	(3,321,548)	3,283,906
Total Primary Government	35,936,497	34,202,234	36,410,072	94,808,228	30,669,627	31,545,757	32,530,078	35,928,545	36,632,897	37,113,141
Changes in Net Position										
Governmental Activities	(13,010,567)	(10,116,660)	(5,482,484)	57,040,016	(1,444,985)	1,691,147	10,031,367	12,194,521	(7,539,582)	(17,563,429)
Business-Type Activities	464,611	(380,391)	186,556	(103,188)	663,386	534,421	(1,570,374)	(1,060,912)	755,250	5,028,094
Total Primary Government	$ (12,545,956)	$ (10,497,051)	$ (5,295,928)	$ 56,936,828	$ (781,599)	$ 2,225,568	$ 8,460,993	$ 11,133,609	$ (6,784,332)	$(12,535,335)

* Data updated to include additional Operating Contribution actuals for FY17-18.

CITY OF MONROVIA

Fund Balances of Governmental Funds
Last Nine Fiscal Years
(Modified Accrual Basis Of Accounting)

	Fiscal Year								
	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund									
Nonspendable	482,208	11,608,580	47,018	8,345	29,501	16,580	655,430	414,053	408,354
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-		
Assigned	3,358,028	-	-	-	403,427	400,985	1,381,407	1,352,351	1,093,907
Unassigned	-	(8,392,252)	(8,874,464)	4,663,689	1,900,256	3,447,111	5,630,245	4,468,341	5,000,274
Total General Fund	3,840,236	3,216,328	(8,827,446)	4,672,034	2,333,184	3,864,676	7,667,082	6,234,745	6,502,535
All Other Governmental Funds									
Nonspendable	51,961,844	54,350,505	6,716,200	6,239,140	6,239,525	6,240,041	1,844,965	100,530	102,398
Restricted	9,992,057	7,390,273	7,084,203	8,040,307	8,975,398	9,062,884	30,613,763	25,941,031	18,276,541
Committed	39,990	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	(19,260,373)	(18,529,307)	(2,777,578)	(314,408)	(1,459,158)	(4,500,505)	(512,038)	(1,024,789)	(810,027)
Total all other Governmental Funds	42,733,518	43,211,471	11,022,825	13,965,039	13,755,765	10,802,420	31,946,690	25,016,772	17,568,912
Total Governmental Funds	46,573,754	46,427,799	2,195,379	18,637,073	16,088,949	14,667,096	39,613,772	31,251,517	24,071,447

In compliance with GASB 54, Funds Balances are now classified into: Nonspendable, Restricted, Committed, Assigned, and Unassigned. Information for prior years was re-classified accordingly.

CITY OF MONROVIA

Changes In Fund Balances Of Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis Of Accounting)

	Fiscal Year									
	2009	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**
Revenues:										
Taxes	$ 35,647,317	$ 34,474,443	$ 36,610,546	$ 33,376,194	$ 29,100,054	$ 30,023,985	$ 30,944,861	$ 34,342,323	$ 34,681,015	$ 35,747,781
Assessments	1,270,527	1,277,803	1,287,649	1,285,599	1,316,592	1,345,317	1,331,082	1,332,814	1,337,382	1,334,883
Licenses and permits	857,144	572,193	599,797	667,484	682,042	619,092	678,952	1,408,368	804,006	810,168
Intergovernmental	9,875,592	10,818,625	11,504,520	11,111,951	9,103,423	9,567,142	19,764,461	22,652,458	9,590,737	12,023,852
Contributions from property owners	4,755,251	-	-	-	352,200	-	-	-	-	-
Charges for services	2,135,036	1,958,137	1,885,962	2,041,373	2,393,370	2,591,961	2,548,793	3,415,180	2,854,162	2,959,598
Use of money and property	1,877,342	1,308,050	1,445,079	732,911	361,853	318,481	365,701	463,420	526,960	667,031
Fines and forfeitures	811,432	718,426	761,557	749,832	830,025	802,348	827,608	899,784	830,631	813,113
Contributions	147,993	168,958	124,415	107,729	303,213	65,642	87,701	101,972	93,227	103,300
Miscellaneous and Other Revenue	750,292	935,978	824,767	816,058	18,584,884	1,218,364	1,019,591	1,005,453	860,319	878,173
Total revenues	58,127,926	52,232,613	55,044,292	50,889,131	63,027,656	46,552,332	57,568,750	65,621,772	51,578,439	55,337,899
Expenditures:										
Current:										
General government	8,036,273	6,664,997	18,063,602	9,772,566	4,371,898	4,344,835	4,401,812	4,799,809	5,756,537	13,105,642
Public safety	28,576,229	28,446,086	28,814,981	29,887,298	28,996,950	30,594,384	29,269,028	31,985,937	33,877,088	97,310,335
Community development	5,181,007	3,233,906	6,052,290	2,992,448	3,103,061	3,420,012	3,394,160	4,138,276	4,420,182	11,373,445
Parks & Recreation	3,823,784	3,797,647	3,844,360	3,862,009	3,925,833	4,037,963	3,948,728	4,234,471	5,224,856	11,841,043
Public works	3,851,359	3,841,395	3,340,885	3,118,867	3,464,568	3,396,830	3,663,889	3,926,928	4,895,330	10,549,018
Capital outlay	17,191,124	561,431	3,102,769	685,793	1,975,268	2,488,254	13,438,030	6,413,785	7,289,239	6,265,176
Debt service:										
Principal retirement	3,126,281	3,586,985	3,816,239	1,099,696	780,000	845,000	920,000	1,045,000	1,250,000	2,470,000
Interest and fiscal charges	6,035,211	6,056,375	6,691,324	4,539,494	2,014,731	1,818,875	2,037,302	1,884,399	2,486,638	3,264,623
Bond issuance costs	228,618	-	582,117	-	-	-	-	-	-	1,103,245
Pass-through agreement payments	2,463,947	2,657,620	2,940,925	-	-	-	-	-	-	-
Refunded bonds/bonds issued	-	-		-	-	-	6,690,000	(13,600,000)	13,638,262	12,061,925
Total expenditures	78,513,833	58,846,442	77,249,492	55,958,171	48,632,309	50,946,153	67,762,949	44,828,605	78,838,132	169,344,452
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,385,907)	(6,613,829)	(22,205,200)	(5,069,040)	14,395,347	(4,393,821)	(10,194,199)	20,793,167	(27,259,693)	(114,006,553)
Other financing sources (uses):										
Transfers in	19,422,167	11,529,520	13,232,148	10,400,936	11,569,340	11,144,426	11,781,633	13,596,008	17,739,846	21,967,435
Transfers out	(19,171,941)	(9,814,235)	(11,424,809)	(8,640,368)	(9,377,391)	(9,143,415)	(9,709,362)	(10,381,400)	(13,565,944)	(26,557,337)
Long-term debt issued	12,000,000	-	20,750,000	-	-	-	6,180,000	-	13,865,000	111,545,000
Proceeds on sale of capital asset	-	(508,805)	-	-	-	-	-	-	642,973	(128,615)
Original bond discount	(150,000)	-	(308,205)	-	-	-	-	-	-	-
Bond premium	-	-	-	-	-	-	520,076	938,901	215,563	-
Total other financing sources (uses)	12,100,226	1,206,480	22,249,134	1,760,568	2,191,949	2,001,011	8,772,347	4,153,509	18,897,438	106,826,483
Extraordinary gain/(loss) on dissolution of redevelopment agency	-	-	-	(40,923,946)	-	-	-	-	-	-
Net change in fund balances / net assets	$ (8,285,681)	$ (5,407,349)	$ 43,934	$ (44,232,418)	$ 16,587,296	$ (2,392,810)	$ (1,421,852)	$ 24,946,676	$ (8,362,255)	$ (7,180,070)
Debt service as a percentage of noncapital expenditures *	14.66%	16.54%	14.22%	10.45%	5.96%	5.69%	5.45%	7.64%	5.26%	3.52%

* This percentage is computed as: Debt Service divided by Non-Capital Expenditures
Debt Service = Principal Retirement + Interest & Fiscal Charges
Non-Capital Expenditures = Total Expenditures - Capital Outlay
FY14-15, FY15-16, FY16-17 have been restated for updated figures.

CITY OF MONROVIA

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Residential Property	Commercial Property	Other Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2009	2,894,684	542,187	567,222	4,004,093	1.00	$ 4,004,093	100.0%
2010	2,863,598	588,407	574,856	4,026,861	1.00	$ 4,026,861	100.0%
2011	2,912,716	615,345	534,151	4,062,212	1.00	$ 4,062,212	100.0%
2012	2,964,174	636,146	529,200	4,129,520	1.00	$ 4,129,520	100.0%
2013	3,035,166	670,932	545,999	4,252,097	1.00	$ 4,252,097	100.0%
2014	3,135,799	685,473	548,944	4,370,216	1.00	$ 4,370,216	100.0%
2015	3,341,727	699,352	548,676	4,589,755	1.00	$ 4,589,755	100.0%
2016	3,545,820	757,368	559,485	4,862,673	1.00	$ 4,862,673	100.0%
2017	3,749,944	773,702	567,210	5,090,855	1.00	$ 5,090,855	100.0%
2018	3,954,256	830,796	589,843	5,374,895	1.00	$ 5,374,895	100.0%

Source: HDL Coren & Cone.

CITY OF MONROVIA

Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per $100 of assessed value)

Fiscal Year	City Direct Rates: General Basic Tax Levy	City Direct Rates: Total Direct Rate	Overlapping Rates: Metropolitan Water District Bonds	Overlapping Rates: School District Bonds	Overlapping Rates: Community College [2]	Overlapping Rates: Voter Approved Pension Override	Total Tax Rate	Direct Assessments [1]
2009	1.0000	1.0000	0.0043	0.050125	0.024408	0.128519	1.207352	$455.91
2010	1.0000	1.0000	0.0043	0.065210	0.023974	0.128519	1.222003	$519.24
2011	1.0000	1.0000	0.0037	0.072329	0.025159	0.128519	1.229707	$557.60
2012	1.0000	1.0000	0.0037	0.092323	0.024466	0.128519	1.249008	$557.43
2013	1.0000	1.0000	0.0035	0.089063	0.025903	0.128519	1.246985	$569.47
2014	1.0000	1.0000	0.0035	0.089187	0.022263	0.128519	1.243469	$572.55
2015	1.0000	1.0000	0.0035	0.084945	0.016412	0.128519	1.233376	$558.42
2016	1.0000	1.0000	0.0035	0.086800	0.024062	0.128519	1.242881	$564.47
2017	1.0000	1.0000	0.0035	0.085357	0.022290	0.128519	1.239666	$569.93
2018	1.0000	1.0000	0.0035	0.086019	0.022382	0.128519	1.240420	$627.30

(1) Estimated flat rate per household includes Flood Control District, Sanitation District, City Lighting and Landscape Maintenance Districts, Park Maintenance District, Mosquito Abatement District, L.A. County Park Maintenance District, Water District surcharges from the Metro Water District and Upper San Gabriel District, City's Wilderness Preserve Taxes, Wilderness Preserve Maintenance, Library Bond Tax and Trauma and Emergency Services.

(2) Assessment commenced in the year 2004.

Source: County of Los Angeles Auditor-Controller and HDL Coren and Cone.

CITY OF MONROVIA

Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	2018 Taxable Assessed Value	2018 Rank	2018 Percentage of Total City Taxable Assessed Value	2009 Taxable Assessed Value	2009 Rank	2009 Percentage of Total City Taxable Assessed Value
Fountains Paragon LLC	$ 63,664,162	1	1.18%	-	-	-
Foothill Technology Center LLC	50,299,506	2	0.94%	44,443,095	1	1.11%
Huntington Oaks Delaware Partners LLC	45,565,766	3	0.85%	34,546,016	2	0.86%
Meile Investments LLC	44,960,001	4	0.84%	-	-	-
Monrovia Technology Campus LLC	29,783,855	5	0.55%	17,251,339	4	0.43%
PI Properties No 46 LLC	21,653,017	6	0.40%	-	-	-
Lincoln Monrovia LLC	20,836,812	7	0.39%	-	-	-
Spirit Master Funding X LLC	19,165,800	8	0.36%	-	-	-
Von's Realty Company	19,133,177	9	0.36%	-	-	-
City of Hope	18,264,927	10	0.34%	-	-	-
ASP Realty INC				20,055,141	3	0.50%
Home Depot USA INC				16,085,647	5	0.40%
S & F Huntington Crossing I LLC				16,052,959	6	0.40%
Nationwide Monrovia Market Place LLC				15,918,117	7	0.40%
Realty Associates Fund VI LP				15,911,742	8	0.40%
S F Huntington Millenium LLC				15,603,724	9	0.39%
Long Link International Company LLC				14,529,226	10	0.36%
Total	$ 333,327,023		6.20%	$ 210,397,006		5.25%

Source: HDL Coren & Cone.

CITY OF MONROVIA

Property Tax Levies and Collections,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes* Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2009	6,258,106	5,602,232	89.5%	-	5,602,232	89.5%
2010	6,064,889	5,482,403	90.4%	-	5,482,403	90.4%
2011	5,922,673	5,477,853	92.5%	-	5,477,853	92.5%
2012	6,027,860	5,609,873	93.1%	-	5,609,873	93.1%
2013	6,031,266	5,851,552	97.0%	-	5,851,552	97.0%
2014	6,148,107	6,096,992	99.2%	-	6,096,992	99.2%
2015	6,501,077	6,389,453	98.3%	-	6,389,453	98.3%
2016	6,893,249	6,797,062 #	98.6%	-	6,797,062	98.6%
2017	7,198,323	6,997,335	97.2%	-	6,997,335	97.2%
2018	7,741,877	7,548,254	97.5%	-	7,548,254	97.5%

Sources:
City of Monrovia Finance Department, County of Los Angeles Office of Auditor-Controller.

* Includes 1% secured levy; does not include direct assessments or tax override. The amount presented is net of adjustments.

Data for FY15-16 updated for actuals.

CITY OF MONROVIA

Ratios of Outstanding Debt by Type,
Last Five Fiscal Years

Fiscal Year	Government Activities							Business-Type Activities			Total Primary Government	Estimated Value of Taxable Property B	General Bonded Debt Ratio	Percentage of Personal Income A	Per Capita A
	Bonds C	Notes	Loans	Leases	Due to Other Gov'ts	Net Unamortized Bond Premium (Discount)	Total Government Activities	Bonds	Net Unamortized Bond Premium (Discount)	Total Business-Type Activities					
2014	33,208,479	-	-	143,809	-	(186,521)	33,165,767	-		-	33,165,767	3,445,725,570	0.96%	2.77%	892
2015	32,297,795	-	-	473,328	-	332,795	33,103,918	-	-	-	33,103,918	3,642,003,553	0.91%	2.58%	882
2016	44,520,000	-	-	406,630	-	1,287,706	46,214,336	36,770,000	2,764,801	39,534,801	85,749,137	3,850,377,301	2.23%	6.72%	2,226
2017	43,895,000	-	-	271,321	-	1,514,778	45,681,099	36,370,000	2,671,605	39,041,605	84,722,704	4,043,388,130	2.10%	6.50% *	2,184 *
2018	142,000,000	-	-	137,711	-	1,554,889	143,692,600	35,675,000	2,578,409	38,253,409	181,946,009	4,250,945,533	4.28%	13.95%	4,691

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

A See Demographic and Economic Statistics schedule for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

B Estimated value excludes unsecured property.

C Amounts presented are net of related premiums, discounts and adjustments.

* Data from 2017 has been restated based on updated figures.

CITY OF MONROVIA

Direct and Overlapping Governmental Activities Debt
As of June 30, 2018

City Assessed Valuation	$4,330,686,580
Successor Agency Incremental Valuation	$1,044,208,613
	$5,374,895,193

	Percent Applicable to City	Outstanding Debt 6/30/18	Estimated Share of Overlapping Debt
Overlapping Debt:			
Metropolitan Water District*	0.378%	29,354,442	110,924
El Monte School District	0.076%	113,849,581	86,097
El Monte Union High School District	0.040%	137,855,981	54,511
Citrus Community College District	19.198%	92,513,398	17,761,127
Pasadena Area Commmunity College District	0.022%	77,115,000	17,024
Rio Hondo Community College District	0.005%	148,207,824	7,479
Arcadia Unified School District	0.096%	219,448,560	211,184
Duarte Unified School District	1.207%	55,020,529	664,020
Monrovia Unified School District	87.012%	62,422,972	54,315,632
Total Overlapping Debt:			73,227,998
Direct Debt			
City Direct Debt			142,137,711
Total Direct and Overlapping Debt			215,365,709

Note:

* This fund is a portion of a larger agency, and is responsible for debt in areas outside the City.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. The percentage of overlapping debt applicable is estimated by using taxable assessed values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value. The City's Direct Debt does not include Business Type Activities debt.

Source: HDL Coren & Cone and Los Angeles County Assessor.

CITY OF MONROVIA

Legal Debt Margin Information
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2018

Assessed value	5,374,895,193	
Conversion percentage	25%	*
Adjusted assessed value	1,343,723,798	
Debt limit percentage	15%	*
Debt limit	201,558,570	
Total net debt applicable to limit:		
General obligation bonds	-	
Legal debt margin	$ 201,558,570	

(dollars in thousands)

Fiscal Year	Debt Limit *	Total Net Debt Applicable to Limit	Legal Debt Limit A *	Total Net Debt Applicable to the Limit as a Percentage of Debt Limit
2009	150,153	-	150,153	0.00%
2010	151,007	-	151,007	0.00%
2011	152,333	-	152,333	0.00%
2012	154,857	-	154,857	0.00%
2013	159,454	-	159,454	0.00%
2014	163,883	-	163,883	0.00%
2015	172,116	-	172,116	0.00%
2016	182,350	-	182,350	0.00%
2017	190,907	-	190,907	0.00%
2018	201,559	-	201,559	0.00%

* The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation amount to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments. Based on this methodology, prior years' figures were restated accordingly.

CITY OF MONROVIA

Pledged-Revenue Coverage
Last Five Fiscal Years
(in thousands)

	2015 Hillside Lease Revenue Bonds						
Fiscal Year	Taxes	Less: Expenditures	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage	
2015	729	163	566	245	311	1.02	A
2016	729	82	647	300	237	1.20	A
2017	733	83	650	265	230	1.31	A
2018	747	84	663	275	222	1.33	A

	2016 Measure R and Proposition C Street Improvement Lease Revenue Bonds					
Fiscal Year	Revenues	Less: Expenditures	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2016	-	-	-	-	-	-
2017	790	1	789	155	630	1.01
2018	794	-	794	265	525	1.01

	2017 Library Lease Revenue Bonds						
Fiscal Year	Taxes	Less: Expenditures	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage	
2017	1,039	4	1,034	380	586	1.07	B
2018	1,053	3	1,050	575	462	1.01	B

Notes: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

A The 2002 Hillside Lease Revenue Bonds were refinanced with the 2015 Hillside Lease Revenue Refunding Bonds during FY 14-15. Please see Notes to the Financial Statements for additional information.

B The 2007 Library Lease Revenue Bonds were refinanced with the 2017 Library Lease Revenue Refunding Bonds during FY 16-17. Please see Notes to the Financial Statements for additional information.

CITY OF MONROVIA

Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population (1)		Personal Income (3) *(thousands of dollars)*		Per Capita Personal Income		Unemployment Rate (2)	
2009	39,384		1,040,654		26,423		10.2%	
2010	39,984		1,152,219		28,817		10.8%	
2011	36,727		1,156,386		31,486		11.2%	
2012	36,943		1,174,972		31,805		9.8%	
2013	37,162		1,189,370		32,005		9.0%	
2014	37,179		1,197,721		32,215		6.4%	
2015	37,531		1,283,929		34,209		6.4%	
2016	38,514	#	1,276,561		33,145		4.0%	#
2017	38,787		1,304,117		33,622		5.1%	
2018	38,787		N/A	*	N/A	*	4.1%	

Sources: (1) State of California Department of Finance
(2) State of California Economic Development Department
(3) HDL Coren & Cone

***** Information for 2018 not yet available.
# Data for 2016 has been restated based on updated figures.

CITY OF MONROVIA

Principal Employers
Current Year and Nine Years Ago

	2017-18			2008-09		
Employer**	**Employees**	**Rank**	**Percentage of Total City Employment**	**Employees**	**Rank**	**Percentage of Total City Employment**
Monrovia School District	731	1	3.55%	470	1	2.49%
Worley Parsons	382	2	1.85%	452	3	2.39%
Trader Joe's Company	294	3	1.43%			
Vinyl Technology	284	4	1.38%	251	7	1.33%
Starr Surgical	254	5	1.23%			
Sierra Autocars	232	6	1.13%			
Monrovia Memorial Hospital	199	7	0.97%			
San Gabriel Valley Newspaper	189	8	0.92%			
Ducommon Aerostructures	182	9	0.88%	463	2	2.45%
Amada Myachi America, Inc	178	10	0.86%			
The Home Depot #6629				364	4	1.93%
Sun Microsystems				315	5	1.67%
City of Monrovia				260	6	1.38%
ITT Corp				240	9	1.27%
Aerovironment Inc				240	8	1.27%
Modern Healthcare Inc.				200	10	1.06%
	2,925		14.20%	3,255		17.22%

** Does not include employers who are not required to obtain a business license with the City, such as the following types of employers: (a) utility companies, (b) financial institutions, and (c) insurance companies.

Source: City of Monrovia Business Services Department and
Monrovia Unified School District

CITY OF MONROVIA

Full-Time-Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Fiscal Years:	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Function/Program										
General government										
City Council	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
Administration #	33.75	28.75	26.50	26.50	27.90	26.90	25.90	27.00	30.50	28.75
Community Development										
Administration	2.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Planning	7.00	7.00	6.00	6.00	6.00	6.00	6.00	5.00	7.00	9.00
Inspection	7.00	3.00	3.00	3.00	3.00	3.00	4.00	5.00	4.00	6.00
Housing Services/Code Enforcement	4.00	4.00	3.00	3.00	4.00	4.00	4.00	6.00	7.00	6.00
Police **										
Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Patrol	38.00	33.00	36.00	35.00	35.00	35.00	35.00	36.00	34.00	39.00
Investigation/Crime Prevention	19.00	19.00	16.00	11.00	11.00	11.00	11.00	12.00	14.00	12.00
Police Services	18.00	17.00	16.00	14.00	14.00	12.00	12.00	13.00	13.00	13.00
Dispatch	7.00	6.00	7.00	7.00	7.00	8.00	8.00	8.00	8.00	8.00
Other PD Support	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Fire										
Administration	2.00	2.00	1.75	1.75	2.00	2.00	2.00	2.50	2.50	2.50
Fire Suppression (including Paramedics)	40.00	40.00	42.00	42.00	42.00	42.00	42.00	41.00	41.00	42.00
Fire Prevention/Inspection	1.00	1.00	0.00	0.00	0.00	1.00	1.00	2.50	2.50	2.50
Public Works										
Admin/Engineering	9.00	7.00	7.00	7.00	7.00	6.00	7.00	6.00	6.00	6.00
Maintenance	44.00	41.00	41.00	41.00	41.00	41.00	40.00	34.00	34.00	37.00
Mechanic	1.00	1.00	1.00	1.00	1.00	1.00	1.00	3.00	3.00	2.00
Community Services										
Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.00
Recreation	8.00	7.00	5.50	5.50	6.00	6.00	6.00	6.00	6.00	9.00
Library	8.50	11.00	11.00	11.00	11.50	10.75	9.00	11.00	11.00	10.00
Total Authorized Personnel *	260.25	239.75	234.75	226.75	230.40	227.65	225.90	230.00	234.50	243.75

* Total Authorized Personnel - excludes part-time Council members.

** Police Department data was restated for the 2012, 2013, 2014, and 2016 years. Also, Animal Control services were out-sourced during FY13-14. As a result, 2 Animal Control Officer positions were not included in the numbers above for FY13-14 and future years.

Administration total for 2013 was restated.

Note: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 2080.

Source: City of Monrovia Annual Budget

CITY OF MONROVIA

Operating Indicators by Function/Program
Last Ten Fiscal Years

Function/Program	Fiscal Year 2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Community development										
Number of:										
Business licenses (A)	2,301	2,358	2,271	2,272	2,217	2,216	2,220	2,805	2,885	3,301
Plan checks (B)	240	179	182	194	309	425	341	372	285	274
NPDES inspections	12	9	2	2	-	-	-	-	3	-
Code violations (calendar basis)	1,514	1,280	1,000	1,123	990	979	819	680	1,141	964
Police										
Number of:										
Part 1 Crimes	1,094	1,273	1,006	1,015	944	857	679	839	892	898
Parking & non-moving violations	8,526	8,847	8,542	8,565	8,931	7,610	11,119	13,162	8,397	8,140
Traffic (moving) violations	5,557	4,646	5,241	4,733	5,289	4,470	3,873	3,081	2,713	2,629
Incident & crime reports	5,642	5,669	4,744	4,652	4,652	4,121	3,696	3,918	3,939	3,966
Public works										
Miles of:										
Street resurfacing/repair	-	-	4	2	2	1	-	-	30	5
Street Sweeping (C)	212	212	212	212	212	212	212	212	212	212
Number of:										
Street signals maintained (intersections)	36	36	36	36	36	36	37	37	37	37
Trees pruned per year (C)	1,623	968	842	1,284	965	900	1,340	2,577	1,979	1,870
Square feet graffiti removed (C)	89,641	98,665	32,040	27,236	26,740	21,910	23,750	18,636	17,885	9,155
Recreation & community services										
Number of enrollees:										
Aquatics (D)	4,100	3,900	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Community services/seniors	1,550	1,325	1,310	1,275	1,205	1,175	1,025	415	568	641
Day camp	425	438	425	300	250	225	235	216	196	387
Park program	5,800	6,200	8,400	8,650	8,900	8,500	8,100	1,044	2,900	2,027
Classes	6,490	6,540	6,390	6,450	6,250	5,950	5,900	2,130	1,759	2,449
Special events	5,250	5,850	6,250	6,350	6,425	6,550	6,800	14,300	16,000	16,200

N/A - Data not available
(A) - Includes new & renewal licenses, excludes temporary licenses
(B) - Excludes temporary plan checks.
(C) - Estimated data presented for prior fiscal years.
(D) - City of Monrovia no longer provides Aquatics/Swim programs

Sources: Various City departments.

CITY OF MONROVIA

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Community development										
Code enforcement vehicles	3	3	4	4	4	4	3	3	3	3
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol vehicles	14	14	13	13	13	14	15	15	15	15
Other vehicles	30	27	24	24	22	23	23	22	22	23
Public works										
Streets (miles)	90	90	90	90	90	90	90	90	90	90
Street lights (city-owned)	1,390	1,390	1,376	1,376	1,376	1,376	1,376	1,376	1,376	1,376
Traffic signals	47	47	48	48	48	48	49	49	49	49
Public works vehicles	47	48	45	45	45	45	45	47	47	52
Recreation & community service										
Youth centers	1	1	1	1	1	1	1	1	1	1
Community centers	1	1	1	1	1	1	1	1	1	1
Parks	7	7	7	7	7	7	8	8	8	9
Community service vehicles	2	3	4	4	4	5	6	6	7	4

Notes: No capital asset indicators are available for the general government.

Sources: Various City departments.

CITY OF MONROVIA

SCHEDULE OF INSURANCE IN FORCE

July 1, 2017 - June 30, 2018

NAME OF COMPANY	POLICY NO.	EXPIRATION DATE	TYPE OF COVERAGE	COVERAGE LIMITS
California Joint Powers Insurance Authority	No policy number	06/30/18	Liability	$50,000,000 combined single limit per occurrence per member LIMITS PER MEMBER (Subsidence) $40,000,000 Per Occurrence Per Member $10,000,000 Annual Aggregate Per Member
California Joint Powers Insurance Authority	No policy number	06/30/18	Cyber Liability	$1,000,000 Limit Each Claim and in the Aggregate for the Policy Period Per
California Joint Powers Insurance Authority	No policy number	06/30/18	Workers' Compensation and Employer's Liability coverage	Statutory Benefits and $10,000,000 Employer's Liability
California Joint Powers Insurance Authority	No policy number	06/30/18	All Risk Property Insurance	All-Risk (required) $500 Million per occurrence (shared limits) $10 Million annual aggregate for flood (per member limits) Deductible: $10,000 per occurrence Coverage is written at replacement cost. Vehicles Physical Damage (comprehensive & collision) (optional) Deductible: $2,500 per occurrence (collision), licensed vehicles other than Fire and Ambulance Deductible: $2,500 per occurrence (comprehensive), licensed vehicles other than Fire and Ambulance Deductible: $10,000 per occurrence (collision), Fire and Ambulance vehicles Deductible: $2,500 per occurrence (comprehensive), Fire and Ambulance vehicles Mechanical Breakdown (formerly Boiler & Machinery) (optional) Objects and equipment as defined by the policy Limits: $100 Million per occurrence (shared limits) Deductible: $1,000 per occurrence Coverage is written at replacement cost. Builder's Risk (included) Real property in the course of construction Limits: $50 Million per occurrence (shared limits) Deductible: $10,000 per occurrence; $100,000 or $250,000 per occurrence, depending on flood zone Premium: Included in All-Risk coverage, Earthquake coverage is additional premium Coverage is written at replacement cost. Terrorism (included) Objects and equipment as defined by the policy $100 Million per occurrence (Shared limits) $10,000 per occurrence Included in All-Risk coverage Coverage is written at replacement cost.
National Union Fire Insurance Company of Pittsburg, PA (CHARTIS)	01-330-98-06	06/30/18	Crime Insurance	$1,000,000/per member
Tokio Marine Specialty Insurance Company	PPK1197283	06/30/2018	Pollution and Remediation Legal Liability Program	$10,000,000 Per member $50,000 per occurrence
Evanston Insurance Company	SEP41017	1/1/2018	Special Events Coverage Program	$1,000,000 per occurrence $1,000,000 or $2,000,000 aggregate per event $5,000 medical expense limit **Additional limits are available, subject to underwriter approval.**

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