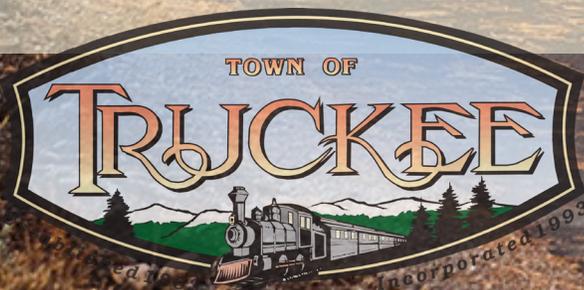


COMPREHENSIVE ANNUAL FINANCIAL REPORT
TOWN OF TRUCKEE, CALIFORNIA

FOR THE FISCAL YEAR ENDED
JUNE 30, 2020



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**TOWN OF TRUCKEE, CALIFORNIA
COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

FOR THE FISCAL YEAR ENDED
JUNE 30, 2020

Prepared by:
Department of Administrative Services, Finance Division

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A Police Car in the glow of the sunset in historic downtown Truckee.

INTRODUCTORY SECTION

-
- Letter of Transmittal
 - List of Officials
 - Organization Chart

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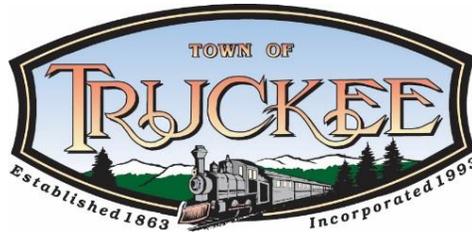
David Tirman, Mayor

David Polivy, Vice Mayor

Jessica Abrams, Council Member

Anna Klovstad, Council Member

Tony Commendatore, Council Member



Jen Callaway, Town Manager

Andy Morris, Town Attorney

Randy Billingsley, Acting Chief of Police

Kim Szczurek, Administrative Services Director

Judy Price, Communications Director/Town Clerk

Daniel Wilkins, Public Works Director/Town Engineer

Denyelle Nishimori, Community Development Director

December 8, 2020

To the Honorable Mayor, Members of the Town Council and Citizens of the Town of Truckee:

We are pleased to present the Town of Truckee's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2020. State of California statutes mandate that the accounts and fiscal affairs of all municipal entities be examined annually by an independent certified public accountant and a complete set of financial statements presented in conformance with Generally Accepted Accounting Principles (GAAP). These statements must be published within six months of the close of each fiscal year. The publishing of this report satisfies these requirements.

The CAFR consists of management's representations of the finances of the Town of Truckee (Town). Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management has established internal controls that are designed to protect the Town of Truckee's assets from loss, theft or misuse and to compile sufficient reliable information to prepare the Town of Truckee's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The cost of internal controls should not outweigh their benefits. Therefore the Town of Truckee's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

The Town of Truckee's statements have been audited by Mann, Urrutia, Nelson CPAs, a firm of licensed certified professional accountants. The goal of the audit was to provide reasonable assurance that the financial statements of the Town of Truckee for the fiscal year ended June 30, 2020 are free of material misstatement. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified or clean opinion that the Town's financial statements are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of the Town of Truckee



The Town of Truckee is a charter city incorporated under California law in 1993. The Town is located in Nevada County, in the northern Sierra Nevada mountain range, near the California-Nevada state line. The Town is bisected by Interstate 80 and the Truckee River. It is approximately 100 miles from Sacramento, California, 30 miles from Reno, Nevada and 10 miles from Lake Tahoe. It has a total area of 33.7 square miles and is home to Donner Lake, a 1.31 square mile lake. The Town sits at 6,000 feet above sea level and experiences snowy and cold winters, followed by dry summers.

The Town of Truckee operates under a council-manager form of government. Policy-making and legislative authority is vested in the governing council, which consists of an elected body of five members, all elected on a non-partisan basis. The Council appoints the Town's manager, who in turn appoints the heads of various departments.

The Town of Truckee provides many services including housing and economic development, roadway maintenance, snow removal, trail infrastructure and maintenance, police services, on- and off-street parking, animal control, town planning, building inspections, licenses and permits, refuse collection, recycling programs, and transit services. Other municipal services, such as fire, water, power, sewer and recreation, are provided by special districts that cover roughly the same geographic area.



The Town is required to adopt an initial budget by June 30 each year preceding the beginning of the fiscal year on July 1. The annual budget serves as the foundation of the Town of Truckee's financial planning and control. The budget is prepared by fund, function (e.g., public works) and division (e.g., road maintenance). Budget increases for a fund need specific approval by the Council.

Local Economy

The Town of Truckee is a mountain town known as a national and international tourism and vacation destination due to its close proximity to world class ski resorts and abundant summer recreational opportunities. As such, a primary driver of the local economy is tourism.

The Town's biggest source of revenue is property tax. California law limits the annual property tax levy to 1% of the assessed property value without specific voter approval. Property values can only increase a maximum of 2% per year, unless a sale or transfer occurs, at which time the property is reassessed at the purchase or transfer price.

The Town of Truckee operates in a fiscally conservative manner. Standard and Poors, a credit rating agency recognized these efforts by awarding the Town a AA+ bond rating for a lease revenue bond refinancing during fiscal 2016 and maintained that rating for a refunding transaction in 2019.



In November of 2020, Truckee citizens voted to increase the Town's transient occupancy tax by 2%. It is expected that this will bring in approximately \$700,000 in annual locally-controlled funding for general services. These funds are to be earmarked by Council for use on workforce housing, affordable housing, preparing for wildfires and other natural disasters, and acquiring and permanently preserving natural open space lands.

Long-term Financial Planning and Major Initiatives

The ending fund balance (total of the committed, assigned, and unassigned components of the fund balance) in the General Fund at year-end is \$36.7 million, or 128.7% of General Fund revenues. This includes a cash available balance of \$15.5 million, which is above the guideline set by Council of \$5.0 million and a Council mandated \$7.5 million General Fund contingency (equal to 25% of operating revenues). The fiscal year 2021 budget identifies using \$6.5 million of this fund balance on capital expenditures. The Council's 2021 budget increased the mandated General Fund contingency to 40% of annual operating revenues.

The Town of Truckee prepares a five-year Capital Improvement Plan annually that serves as its planning document for the construction of new infrastructure and maintenance of existing infrastructure. This process assists the Town in planning for its capital needs for both the short- and long- term. As part of this process, staff identifies and quantifies the operational impacts associated with the projects and includes those in the projected operational budget to ensure the Town has the appropriate resources to support the operations and maintenance when the project is complete.

The fiscal year 2021 capital improvement plan identifies 62 active capital projects for a total of \$28.4 million. Included in the \$28.4 million of budgeted capital, is the construction of a \$3.9 million for the completion of the Town's corporation yard addition and \$6.8 million in roadway and streetscape maintenance and improvements. The remainder of the capital program will fund planning and design of future capital projects, sustainability related projects, technology infrastructure, housing related projects and various studies analyzing potential future projects.



The Town of Truckee embarked on an update of its General Plan in fiscal year 2019, which is scheduled to be complete during fiscal year 2022. The 2040 General Plan will include climate action policies which aim to reduce greenhouse gas emissions as well as prepare for the economic and environmental impacts of climate change.

The Town also maintains a Fleet Replacement Fund, funded based on the recommendations of a Fleet Replacement Plan, to ensure resources are available for the eventual and identified replacement of critical Town fleet vehicles. For fiscal year 2020, eleven fleet vehicles are budgeted for replacement, for \$1.7 million. This includes the replacement of one general pool vehicle with an electric vehicle partially funded via a Northern Sierra Air Quality District grant. An update to the Town's Fleet Replacement Plan was adopted by Council in November of 2020.

Relevant Financial Policies

The Town of Truckee has an adopted list of comprehensive fiscal policies that are used in guiding budgeting, spending, debt issuance and capital improvement. The Town’s revenue policy indicates that the Town will strive to obtain grants or reimbursements for mandated costs whenever possible. In March of 2020, the Town Council declared a state of emergency in response to the COVID-19 virus health pandemic. The Town has worked diligently to obtain \$911,027 in Federal relief money and Office of Emergency Services refunding for expenses related to keeping the Town operating during the shutdown and to make funds available to Town businesses to keep them operating safely.



In April of 2017, Senate Bill 1, the Road Repair and Accountability Act was signed into law. The bill opened up several grant opportunities including the Sustainable Communities Planning grants, Local Streets and Roads Program, the formulaic and competitive Local Partnership Program, and Active Transportation Program. The Town uses an annual allocation of both the formulaic Local Partnership Program and Local Streets and Roads Program (Road Maintenance & Rehab Acct) to fund ongoing pavement maintenance activities, consistent with the adopted Pavement Maintenance Program. Local Streets and Roads Program (Road Maintenance & Rehab Acct) funds were also used on the Coldstream Road/ Donner Creek Crossing Structure Replacement Project. SB1 Planning grants have been used on the Transit Center Relocation Feasibility Study and General Plan Update/Climate Adaptation Policies.

Awards and Acknowledgements

The California Society of Municipal Finance Officers awarded the Town of Truckee the Excellence Award for Budgeting for the Town of Truckee’s Fiscal Year 2019 and 2020 Operating Budget for meeting the criteria established for the excellence in budgeting program. 2019 was the first year the Town applied for this honor.

The preparation of this report would not be possible without the skill, effort and dedication of the entire staff of the Administrative Services Department. We wish to thank the entire Town of Truckee staff for their adherence to the Town’s financial policies that allow the Town to collect the necessary data to prepare this report. Credit is also due to the Town Council for their confidence in Town staff’s skill and knowledge, as well as their unfailing support in maintaining the highest standards of professionalism in the management in the Town of Truckee’s finances.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Kim Szczurek". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

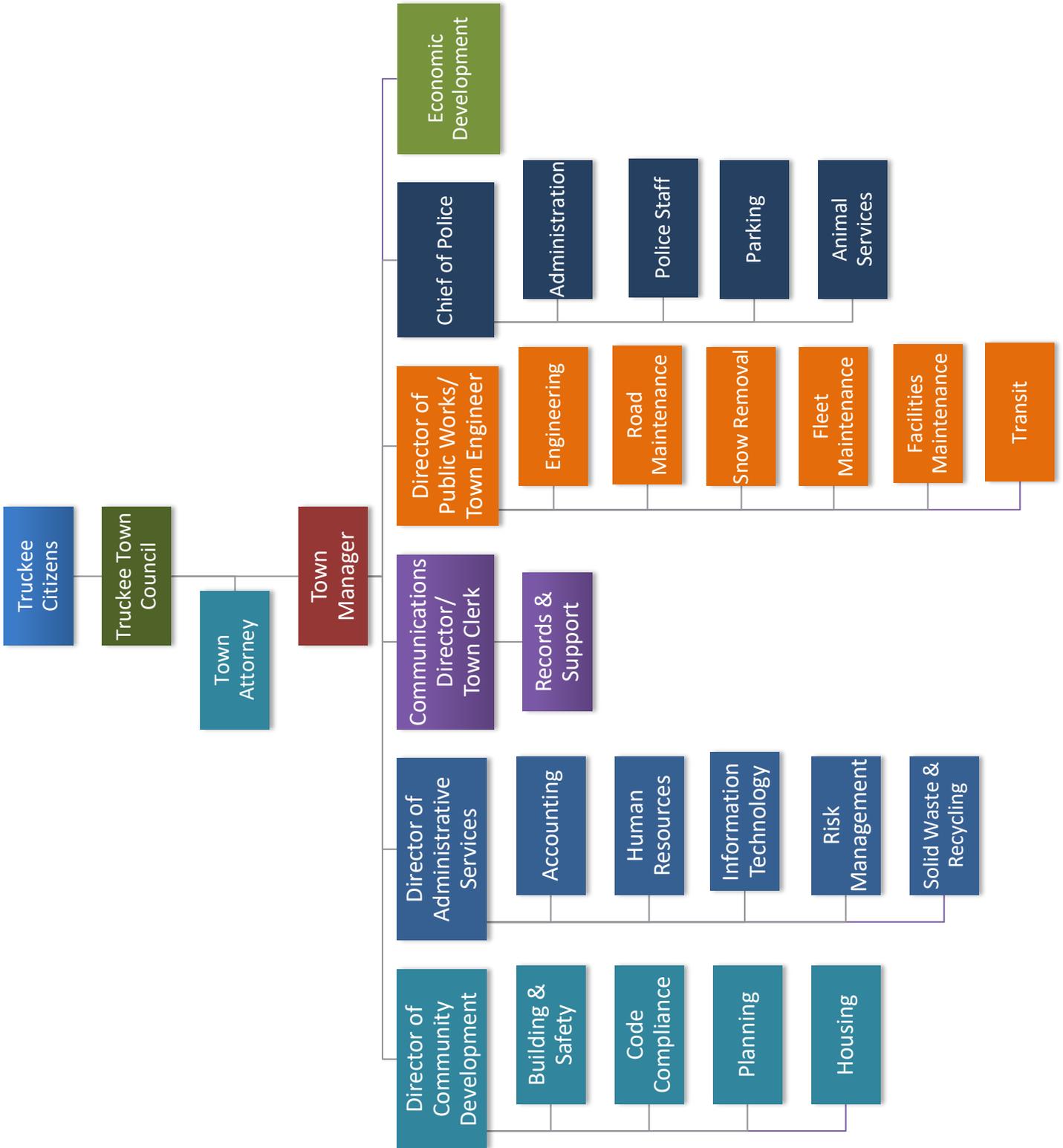
Kim Szczurek
Administrative Services Director

TOWN OF TRUCKEE, CALIFORNIA
LIST OF OFFICIALS
AS OF JUNE 30, 2020

Name	Office
David Polivy	Mayor
Anna Klovstad	Vice Mayor
Tony Commendatore	Council Member
David Tirman	Council Member
Jessica Abrams	Council Member



TOWN OF TRUCKEE, CALIFORNIA
 ORGANIZATION CHART
 AS OF JUNE 30, 2020



FINANCIAL SECTION

-
- Independent Auditor's Report
 - Management's Discussion and Analysis
 - Basic Financial Statements
 - Required Supplementary Information
 - Combined Fund Statements and Schedules





To the Town Council of
the Town of Truckee
Truckee, 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 the Town of Truckee, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Truckee, as of June 30, 2020, 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.

Other Matters

Required Supplementary Information

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

assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Truckee's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, 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 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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 1, 2020, on our consideration of the Town of Truckee's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Truckee's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Truckee's internal control over financial reporting and compliance.

Sacramento, California
December 1, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS



TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

This discussion and analysis of the Town of Truckee's (Town) financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2020. Please read it in conjunction with the accompanying basic financial statements and the notes to the financial statements.

FINANCIAL HIGHLIGHTS

The Town's government-wide total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) at the close of the fiscal year by \$260.1 million. Of this amount, \$47.2 million is in unrestricted net position, which is available to meet the Town's ongoing commitments to citizens and creditors.

The Town's governmental activities ended the year with total net position of \$254.0 million. Of this balance, \$41.6 million is unrestricted and available for spending at the Town's discretion.

The Town's General Fund ended the year with a fund balance of \$40.4 million. The non-spendable balance of \$1.1 million is for the Town's public works inventory on-hand and prepaid assets at year-end. The restricted balance is \$0.2 million represents the Town's share of self-insured retention for insurance. The assigned balance of \$20.0 million is designated for various contingencies, economic development and housing projects and future capital needs. \$15.5 million is unassigned and available for spending at the Town Council's discretion.

The major capital projects completed in fiscal 2020 included paving and drainage, a roundabout at Donner Pass Road and Church Street, and utility undergrounding and streetscaping on the western segment of Donner Pass Road. Additions to infrastructure projects still in construction at year end in fiscal 2020 were related to the construction of garages at the Town's public service center; construction of a roundabout at Stockrest Springs and Donner Pass Road; streetscaping of West River Street; intersection improvements at Bridge Street and West River Street; an extension to Church Street and preliminary work on the Truckee River Trail phase 4.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. These statements include all activities of the Town of Truckee using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34. The Statement of Net Position and Statement of Activities provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements for governmental funds tell how these services are financed in the short-term, as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds.

GOVERNMENT- WIDE STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources of the Town using the accrual basis of accounting, which is similar to the accounting method used by most private sector companies. All current year revenues and expenses are taken into account regardless of when the related cash is received.

The Statement of Net Position presents information on all the Town's assets and deferred outflows of resources, as well as liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as one indicator of whether the Town's financial position is improving or deteriorating.

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

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

The government-wide financial statements of the Town are divided as follows:

Governmental Activities: Most of the Town's basic services are included here such as general government, public safety, public works (snow removal, streets and roads), community development, and facilities. These services are primarily financed by property taxes, sales and use taxes, transient occupancy tax, federal and state grants, and development fees.

Business-Type Activities: The Town charges fees to customers to cover the costs of services provided. The Town's parking, solid waste removal and recycling service, building and safety, and transit services are included in business-type activities.

The government-wide financial statements can be found on pages 27, 28 and 29 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the Town. Since the resources of these funds are not available to support the Town's own programs, they are not reflected in the government-wide financial statements. The Statement of Fiduciary Net Position is on page 46 and includes the assets and liabilities of the Truckee Redevelopment Successor Agency formed in accordance with State law requiring the dissolution of redevelopment agencies. The Statement of Revenues, Expenses and Changes in Net Position for the fiduciary fund is on page 47.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the Town's most significant funds, not the Town as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by State Law or by bond covenants. Management establishes other funds to control and manage money for particular purposes or to show the Town is meeting legal responsibilities for using certain taxes, grants, or other money. All the funds of the Town can be classified into three categories: governmental funds, proprietary funds, or fiduciary funds.

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

Because the focus of the governmental fund financial statements is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The Governmental Funds Balance Sheet and the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide reconciliations between governmental funds to governmental activities in the government-wide statements. These reconciliations explain the relationship (or differences) between fund statements and the government-wide statements. The basic governmental fund financial statements can be found on pages 32-39.

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

Proprietary Funds. The Town utilizes enterprise funds (one type of proprietary fund) to account for those activities that are supported primarily by user charges to external users, specifically parking, transit services, solid waste removal and recycling service and building and safety. Proprietary funds provide the same type of information as the government-wide financial statement business-type activities, only in more detail. The proprietary fund financial statements provide separate information for the Parking, Solid Waste, Building and Safety, and Transit divisions. The basic proprietary fund financial statements can be found on pages 40-45.

Fiduciary Funds. The Town utilizes fiduciary funds to account for resources held for the benefit of parties outside the Town. The Statement of Fiduciary Net Position is on page 46 and includes the assets and liabilities of the Truckee Redevelopment Successor Agency formed in accordance with State law requiring the dissolution of redevelopment agencies. The Statement of Revenues, Expenses and Changes in Net Position for the fiduciary fund is on page 47.

Notes to the Financial Statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund statements. The notes to the financial statements can be found on pages 51-91.

FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE

Below is a table showing the Town's net position for the fiscal year ended June 30, 2020.

**Town of Truckee
Net Position**
(in thousands of dollars)

	Governmental Activities		Business-type Activities		Total Activities		Total Percentage Change
	2019	2020	2019	2020	2019	2020	
Current and other assets	\$ 93,182	\$ 94,183	\$ 6,379	\$ 7,517	\$ 99,561	\$ 101,700	2.1%
Capital assets	177,097	189,737	624	520	177,721	190,257	7.1%
Total assets	270,279	283,920	7,003	8,037	277,282	291,957	5.3%
Deferred outflows	4,480	5,173	223	289	4,703	5,462	16.1%
Total deferred outflows	4,480	5,173	223	289	4,703	5,462	16.1%
Current Liabilities	3,863	5,280	1,057	1,041	4,920	6,321	28.5%
Net pension liability	11,871	13,123	678	766	12,549	13,889	10.7%
Net OPEB liability	478	1,219	56	128	534	1,347	
Long-term debt outstanding	13,658	14,958	107	113	13,765	15,071	9.5%
Total liabilities	29,870	34,580	1,898	2,048	31,768	36,628	15.3%
Deferred inflows	426	557	97	107	523	664	27.0%
Total deferred inflows	426	557	97	107	523	664	27.0%
Net position							
Invested in capital assets							
net of related debt	165,044	176,450	624	520	165,668	176,970	6.8%
Restricted	34,485	35,928	-	-	34,485	35,928	4.2%
Unrestricted	44,934	41,578	4,607	5,651	49,541	47,229	-4.7%
Total net position	\$ 244,463	\$ 253,956	\$ 5,231	\$ 6,171	\$ 249,694	\$ 260,127	4.2%

As of June 30, 2020, the Town's government-wide total assets and deferred outflows exceeded liabilities and deferred inflows (net position) by \$260.1 million. Governmental activities finished the year with a positive net position balance of \$254.0 million. Business-type activities finished the year with a positive balance of \$6.2 million. Net position as noted earlier may serve as a useful indicator of the Town's financial position if you look at the changes over time.

Of the total government-wide net position, \$177.3 million is the Town's net investment in capital assets (e.g. land, buildings and improvements, and the road network) less any related debt used to acquire those assets that is still outstanding. One significant project completed in fiscal year ended June 30, 2020 was the streetscaping and utility undergrounding of the western segment of Donner Pass Road.

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

The Town's long-term liabilities include debt incurred to acquire the Town's administrative facility, to pay for the land purchased for the Town's public service center, debt issued in 2019 to pay for the construction of additional garage and workspace at the Town's public service center and compensated absences payable. Other long-term liabilities presented on the face of the statements include the net pension liability related to the Town's pension plans and the net other post-employment benefits (OPEB) liability (i.e. retiree health benefits).

The Town completed the "crossover" debt financing transaction that began in 2017, ultimately extinguishing the 2009 debt. See Note 3D on page 71 for additional information.

The proceeds of the debt issued for the administrative facility and land for the public service facility are utilized to provide services to citizens and are not available for future spending. The repayment of the debt on the general fund assets must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

See Note 3 D on page 71 for debt schedules and Note 4 starting on page 75 for further discussion of the net pension liability and net OPEB liability.

Restricted net position amounts to \$35.9 million or 14.1% of the total governmental net position. Restricted net position represents those resources that are subject to external restrictions on how they may be used. These restrictions are established by bond covenants or restrictions on the use of funds by state or federal regulations.

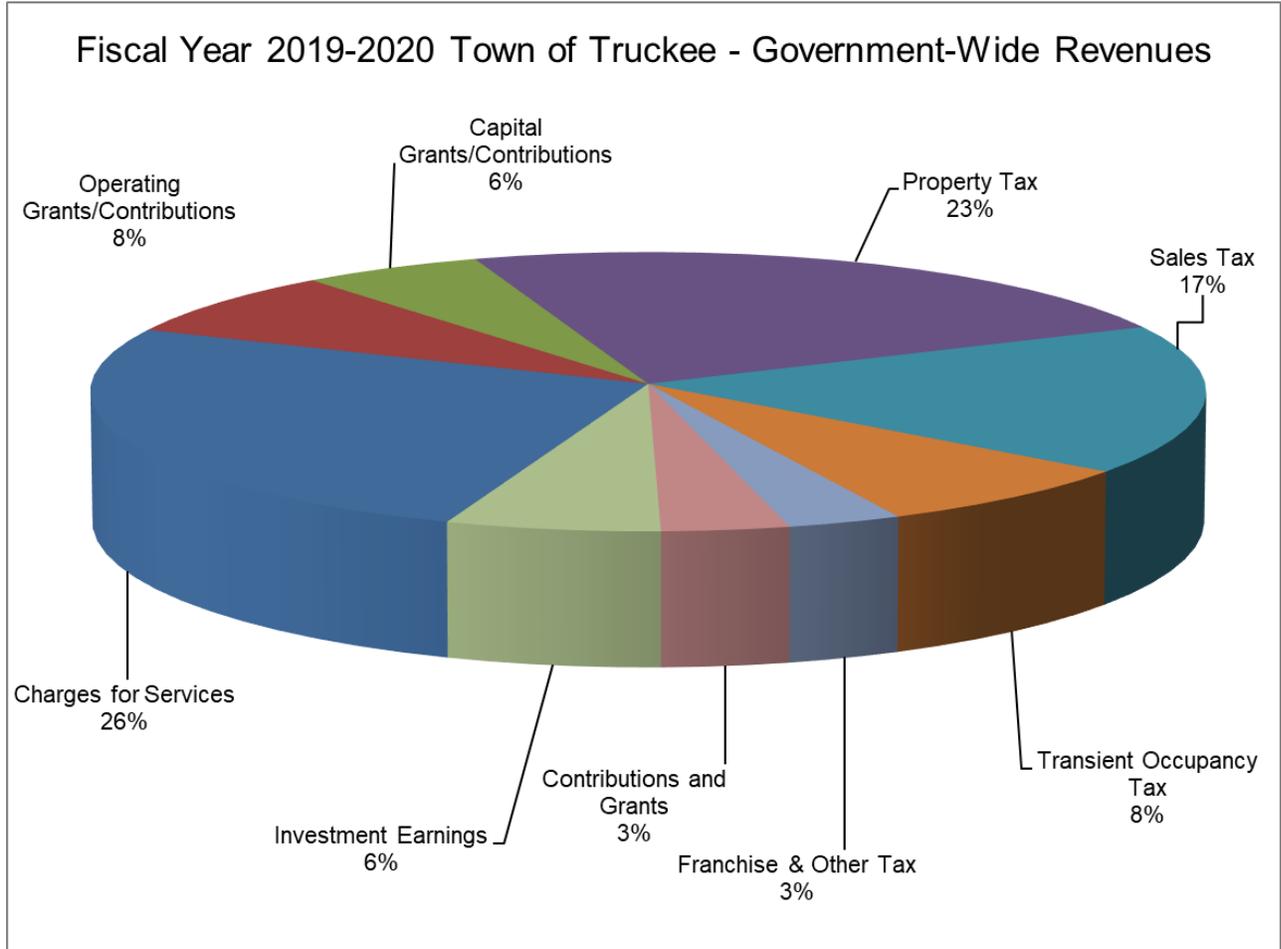
Unrestricted net position represents those resources which may be used to meet the Town's ongoing commitments to the citizens and creditors. Government-wide unrestricted net position is \$47.2 million or 18.1% of the total net position. Governmental activities account for \$41.6 million or 88% of the total unrestricted net position. Business-type activities account for \$5.7 million or 12.0% of the total. The Town can use unrestricted net position of the parking, solid waste, building & safety, and transit funds to finance their continuing operations.

GOVERNMENTAL ACTIVITIES

The following lists key components of net position and highlights the changes between fiscal 2019 and fiscal 2020 for both Governmental Activities and Business-Type Activities:

Town of Truckee							
Changes in Net Position							
<i>(in thousands of dollars)</i>							
	Governmental Activities		Business-type Activities		Total Activities		Total Percentage Change
	2019	2020	2019	2020	2019	2020	
Revenues							
<i>Program Revenues</i>							
Charges for services	\$ 5,406	\$ 6,185	\$ 7,058	\$ 7,463	\$ 12,464	\$ 13,648	9%
Operating grants and contributions	2,507	2,753	1,015	1,282	3,522	4,035	15%
Capital grants and contributions	3,098	2,889	-	27	3,098	2,916	-6%
<i>General Revenues</i>							
Property taxes	11,759	12,346	-	-	11,759	12,346	5%
Sales taxes	8,478	9,097	-	-	8,478	9,097	7%
Transient occupancy tax	4,265	3,989	-	-	4,265	3,989	-6%
Other taxes	1,536	1,652	-	-	1,536	1,652	8%
Grants and contributions unrestricted	1,764	1,853	-	-	1,764	1,853	5%
Contributed Capital	5,128	-	-	-	5,128	-	-100%
Interest	2,483	2,971	120	134	2,603	3,105	19%
Other revenue	443	223	12	10	455	233	-49%
Total revenues	\$ 46,867	\$ 43,958	\$ 8,205	\$ 8,916	\$ 55,072	\$ 52,874	

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020



Total governmental revenues for the year were \$44.0 million, a decrease of \$2.9 million or 6.2% when compared to fiscal 2019. The change is primarily related to a one-time contribution of roadway infrastructure to the Town in fiscal 2019. There were increases in several revenue categories including a 14.4% increase in charges for services and a 5.0% increase in property taxes.

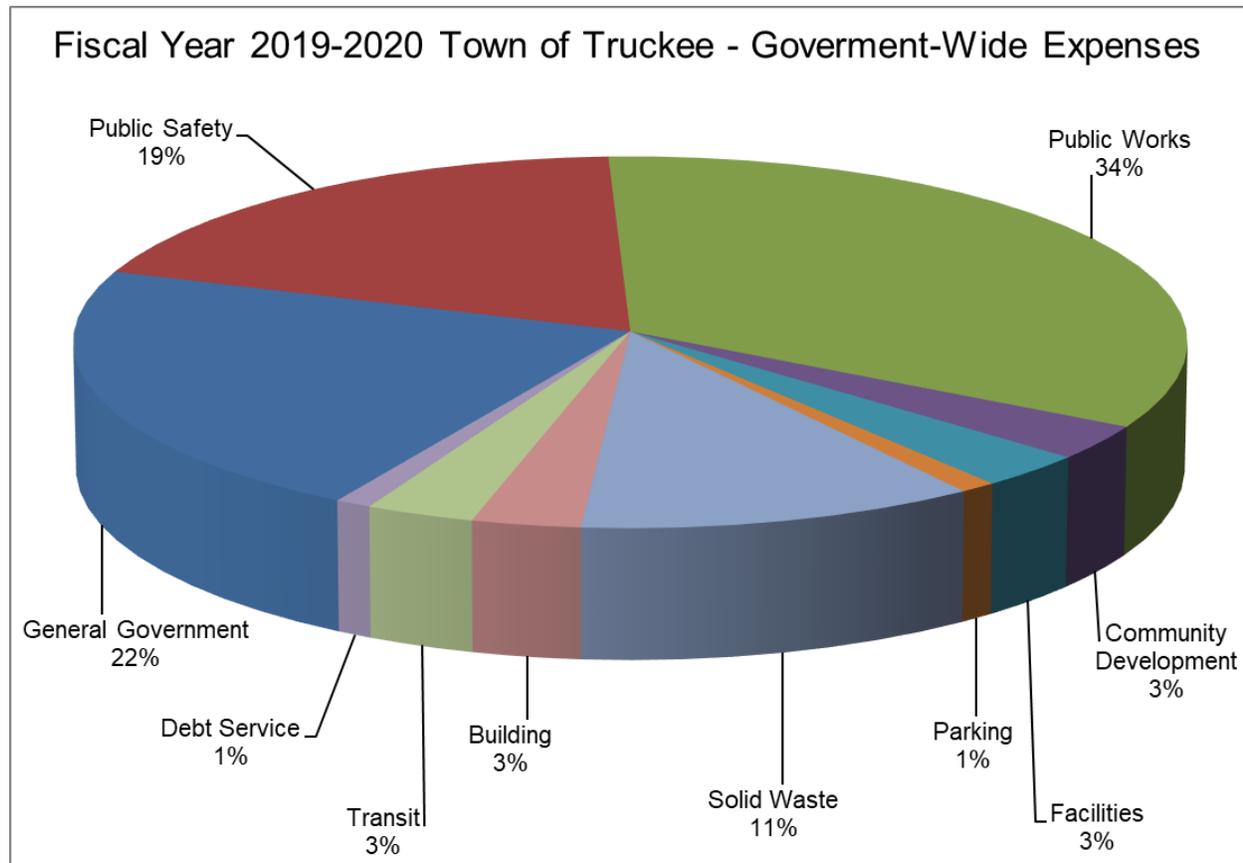
An overall tax revenue increase of \$1.0 million or 4.0% was driven by increased property tax and sales tax receipts offset by a decrease in transient occupancy tax related to the COVID-19 shut-down which occurred in fiscal 2020. Property tax revenue, the Town's largest revenue source, was \$12.3 million compared \$11.8 million in fiscal 2019. Transient occupancy tax (TOT) revenues decreased 6.5%. In March 2020 a state of emergency was declared to mitigate the impacts of COVID-19 essentially ceasing operations of short-term rentals within the Town for a three month period beginning in the spring and lasting through early summer of fiscal 2020. Despite predictions that sales tax would experience similar interruptions TOT, the Town's sales tax receipts increased from \$8.4 million to \$9.1 million, a 7.3% increase. Strong sales tax collections in the first two quarters of the fiscal year in addition to collections for out-of-state sales due to a change in state law referred to as the "Wayfair" decision. These collections offset losses in some categories of sales tax related to the COVID-19 closure. The Wayfair decision mandates sales tax collection on internet sales for businesses lacking a brick and mortar location within the taxing state.

Taxes, which include property, sales, and other taxes account for \$27.1 million or 61.6% of the Town's governmental activity revenue. Without capital grants, taxes would be 65.9% of the Town's governmental activities revenue.

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

Interest income increased by \$0.5 million or 19.7% when compared to 2020. The interest rate of the Local Agency Investment Fund (LAIF), which holds a majority of the Town's investments, increased from an average of 1.2% to an average of 2.0% during fiscal 2020.

Town of Truckee							
Changes in Net Position							
<i>(in thousands of dollars)</i>							
	Governmental		Business-type		Total		Total
	Activities		Activities		Activities		
	2019	2020	2019	2020	2019	2020	Change
Expenses							
General government	\$ 6,238	\$ 8,788	\$ -	\$ -	\$ 6,238	\$ 8,788	41%
Public safety	7,400	8,085	-	-	7,400	8,085	9%
Public works	14,144	14,377	-	-	14,144	14,377	2%
Community development	1,117	1,135	-	-	1,117	1,135	2%
Facilities	1,430	1,337	-	-	1,430	1,337	-7%
Debt issuance costs	-	188	-	-	-	188	100%
Interest on long-term debt	552	502	-	-	552	502	-9%
Parking	-	-	569	524	569	524	-8%
Solid Waste	-	-	4,106	4,542	4,106	4,542	11%
Building & Safety	-	-	1,413	1,447	1,413	1,447	2%
Transit	-	-	1,203	1,452	1,203	1,452	21%
Total expenses	30,881	34,412	7,291	7,965	38,172	42,377	11%
Excess (deficiency) before transfers	15,986	9,546	914	951	16,900	10,497	
Transfers	129	10	(129)	(10)	-	-	
Extraordinary Items	-	-	-	-	-	-	
Increase (decrease) in net position	\$ 16,115	\$ 9,556	\$ 785	\$ 941	\$ 16,900	\$ 10,497	
Total ending net position	\$ 244,463	\$ 253,956	\$ 5,231	\$ 6,171	\$ 249,694	\$ 260,127	



TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

Total governmental expenses for the fiscal year were \$34.4 million as compared to \$30.9 million in fiscal 2019, a 10.8% increase. The most significant change from fiscal 2019 to fiscal 2020 is in general government. This is primarily related to a one-time loan in the amount of \$1.6 million to the developer of the Railyard Housing project in downtown Truckee during fiscal 2020.

BUSINESS-TYPE ACTIVITIES

Business-type activities account for a total increase in net position of \$0.9 million to a net position of \$6.2 million or 2.5% of the total government-wide net position. The increase in net position is the result of a 5.7% increase in charges for services related to enhanced solid waste removal and recycling services in addition to a 26.3% increase in operating grants and contributions for the Town's transit operations.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

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

Governmental Funds: The ending fund balance for all governmental funds is \$94.2 million. Of the Town's governmental funds all but one fund ended the year with a positive fund balance. The negative balance is in the Joerger Ranch Maintenance Fund, a non-major special revenue fund that was newly established in fiscal year 2019 to account for the Joerger Ranch Community Facilities District (CFD). The negative balance is due to a timing difference. The setup fees for the underlying CFD have already occurred, but will be repaid once the affected properties are fully constructed and the associated property assessments can be assessed and collected.

Of the total fund balance, \$15.5 million or 21.4% is unassigned, which is available for spending at the Town's discretion. See Note 1 Q on pages 59-61 for a more in-depth discussion of the fund balance designations.

The general fund is the chief operating fund of the Town. As of June 30th, 2020 the total fund balance of the general fund was \$36.7 million with \$1.1 million in non-spendable, \$0.2 restricted for self-insurance, and \$20.0 million in assigned funds for contingencies, long-term road maintenance, economic development and housing, facilities construction, and capital projects. The \$15.5 million in unassigned fund balance is available for other Council priorities.

Total governmental revenues, excluding other financing sources/uses, were less than expenditures by \$4.1 million. This is primarily due to one-time support for capital projects and the payoff of the 2009 series bonds. Please see Note 3D on page 71 for more information related to the bond refunding.

Proprietary Funds: The Town's parking, solid waste, and building and safety funds ended the year with positive unrestricted net position. The transit fund had a negative unrestricted net position of \$0.1 million which is related to the initial recognition (as a prior period adjustment) of a net pension liability in fiscal 2015 that was not funded in that year.

Fiduciary Funds: The Town of Truckee Redevelopment Successor Agency fiduciary fund has a negative net position due to the transfer of assets and liabilities from the former Redevelopment Agency during fiscal 2012.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund Budgetary Comparison Schedule is shown on page 95. The change to transfers out budget was related to an expected increases in funding required for capital projects in the Capital Projects fund. Otherwise, the budget was consistent.

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

General Fund total actual revenues of \$28.5 million were \$2.6 million more than budgeted revenues. General Fund taxes and assessments, licenses and permits, use of money and property, intergovernmental revenues, charges for services and other revenues all exceeded budgeted revenues. General Fund property tax and sales tax collections exceeded the expected collections by a total of \$1.0 million. The interest earnings on the Town's General Fund investments were much higher than budgeted, accounting for the \$0.4 million overage in use of money and property.

General Fund actual expenditures were lower than budgeted expenditures as a result of budgetary savings, primarily due to cost controls within the various Town divisions. The \$0.9 million of savings in Public Works was primarily related to savings in the snow removal and road maintenance divisions. The budget for snow removal assumes a strong snow weather incident year and the budget for road maintenance assumes roads repairs based on strong snow conditions during the winter. The winter of fiscal 2020 was mild, therefore less snow removal and road maintenance was needed. The road maintenance division did not hire their normal summer staff due to concerns related to COVID-19 which resulted in additional savings in the Public Works category.

Taxes and assessments exceeded budgeted collections in both the Measure R Trails special revenue fund and Measure V Road Maintenance special revenue fund. This was due sales and use tax collections that exceeded expected collections. This was primarily due to the Wayfair decision, which mandated sales and use tax collections on internet sales for businesses lacking a brick and mortar location within the taxing state. These amounts were previously un-taxed. The unbudgeted expenses in the Measure R Trails special revenue fund were related to unanticipated sales tax audit fees.

Collections for charges for services exceeded budgetary collections in the Facilities Impact Fees special revenue fund and the Traffic Impact Fees special revenue fund. More commercial projects applied for building permits than anticipated in fiscal 2020. There were slightly higher than budgeted expenditures in both funds due to higher credit card collection fees, associated with collecting the charges for services mentioned above.

The change in budgeted Transfers Out from the non-major special revenue fund, Air Quality Mitigation was to fund a program in the Transit Fund. It was expected that this program would be grant funded. Funds had been set aside in the Air Quality Fund to fund this program when the grant funded ran out.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The town-wide investment in capital assets for its governmental and business-type activities as of June 30, 2020, amounts to \$190.3 million (net of depreciation and related debt). This investment in capital assets includes land, buildings and improvements, equipment, and the road network.

**Town of Truckee
Capital Assets
(in thousands of dollars)**

	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2019	2020	2019	2020	2019	2020	
Land	\$ 7,165	\$ 7,165	\$ -	\$ -	\$ 7,165	\$ 7,165	0.0%
Right of Way	57,487	57,487	-	-	57,487	57,487	0.0%
Construction in Progress	16,015	17,710	-	-	16,015	17,710	10.6%
Buildings & Improvements	24,626	23,962	178	161	24,804	24,123	-2.7%
Equipment	9,064	9,415	446	359	9,510	9,774	2.8%
Infrastructure	62,739	73,997	-	-	62,739	73,997	17.9%
TOTALS	\$ 177,096	\$ 189,736	\$ 624	\$ 520	\$ 177,720	\$ 190,256	

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

Major capital projects completed in fiscal 2020 included a roundabout at Donner Pass Road and Church Street and utility undergrounding and streetscaping on the western segment of Donner Pass Road. Additions to infrastructure projects still in construction at year-end in fiscal 2020 were related to the construction of garages at the Town's public service center, construction of a roundabout at Stockrest Springs and Donner Pass Road, streetscaping of West River Street, intersection improvements at Bridge Street and West River Street, an extension to Church Street, and preliminary work on the Truckee River Trail phase 4.

Additional information on the Town's capital assets can be found in Note 3 C on pages 70 and 71.

Long-term Liabilities. The Town's long-term liabilities were \$14.9 million as of June 30, 2020. The majority of the Town's debt is lease revenue bonds used to acquire the Town's current administrative office facility and land for the public service center facility. Also included are the lease revenue bonds issued during fiscal 2020 to fund the construction of additional garages at the Town's public service center facility. The Town issued "crossover" debt to refinance to refund its 2009 bonds. The proceeds were placed in escrow and were used to pay off the 2009 debt in late 2019. Additional information on the Town's long-term debt, including business-type activities debt, can be found in Note 3 D starting on pages 71.

On August 22, 2019 the Town, via the Truckee Public Financing Authority, \$4.92 million of lease revenue financing bonds to fund the construction of additional garages at the Town's Public Service Facility yard. The Series 2019 Bonds are tax exempt and were sold at a premium for a total issuance of \$5.21 million. The bonds are payable over twenty-five years and have an average interest rate of 2.39%.

General obligation debts are direct obligations of the Town and are backed by the full faith and credit of the Town requiring voter approval, and may have a tax rate set to cover repayment. State statutes limit the amount of general obligation debt to 15% of the Town's total assessed valuation which was \$8.6 billion in fiscal 2020. The Town of Truckee's debt limit is \$1.3 billion. The Town does not currently have any general obligation debt outstanding.

The Town recognized an increase in the net pension liabilities in the amount of \$1.3 million, ending with a total balance of \$13.8 million in accordance with GASB 68. This was primarily related to the experience in the pension pool that the Town participates in. The Town recognized an increase in the net OPEB liability in the amount of \$0.8 million, ending with a total balance of \$1.3 million in accordance with GASB 75. This was primarily related to an increase in the number of participant utilizing the Town's OPEB programs which was over the estimated number of users. See Note 4 starting on page 75 for additional details.

ECONOMIC FACTORS AND NEXT YEARS BUDGETS AND RATES

The Town continues to experience moderate residential growth. Fiscal 2020 growth increased over fiscal 2019 and the revenue budget for fiscal 2021 included consistent activity levels for residential permits. During the budget process for fiscal 2021 it was estimated that 100 new single-family units would be constructed within the Town, compared with 95 budgeted units in fiscal 2020. Although only 83 new single-family residential permits were issued during fiscal 2020, there was strong growth in remodel and addition related permits. 1,056 remodel and addition related permits were issued in fiscal 2020, compared to 930 in fiscal 2019.

The value of commercial permits issued is expected to grow remain consistent or decrease slightly in fiscal 2021, as compared to fiscal 2020. New commercial permits issued increased for fiscal 2020 (18) when compared to fiscal 2019 (16).

TOWN OF TRUCKEE, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2020

General Fund expenditures for fiscal 2021, excluding debt service, overlay reserve and capital expenditures, were projected to increase approximately 5.0% when compared with fiscal 2020 budgeted expenditures. Personnel costs were projected to increase 4.5% for fiscal 2021. This budgeted increase incorporates the provisions of the memorandums of understanding with employee groups, for example, cost of living and pay-for-performance merit increases, and accounts for increasing California Public Employee's Retirement System (CalPERS) retirement costs along with 1.1 additional full-time equivalent positions. Overall service and supply costs are budgeted to increase 7.5% from the fiscal 2020 budget. The majority of this increase is related to increases in the Town's liability insurance premiums.

Property tax, the Town's largest revenue source, is expected to grow by 5.2% from the fiscal 2020 budget. This is primarily related to the steady pace of new construction noted above, along with strong sales of residential properties.

Transient occupancy tax (TOT), the Town's third largest revenue source, which represents 10% of revenues collected for hotel or home stays for 30 days or less, is expected to remain consistent with fiscal 2020 budgeted numbers. Due to the health concerns related to travel caused by the COVID-19 virus and the possibility of shut-downs of short-term rental stays, the Town does not anticipate an increase in TOT collections.

The Town's general fund is budgeted to contribute approximately \$6.6 million to the Town's capital programs. The fiscal 2021 budget includes \$23.1 million in assigned fund balance, of which \$11.8 million (equal to 40% of revenues) of general fund balance is to be assigned for contingencies, \$6.1 million for long-term road maintenance program, and \$1.5 million for streetscape projects. As part of this balance, \$1.5 million was also assigned for future housing projects.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Town of Truckee's finances and to demonstrate the Town's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Administrative Services Director, at Town of Truckee, 10183 Truckee Airport Road, Truckee, CA, 96161-3306.

BASIC FINANCIAL STATEMENTS
GOVERNMENT-WIDE FINANCIAL STATEMENTS



TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF NET POSITION
JUNE 30, 2020

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
Assets			
<i>Current Assets</i>			
Cash and investments	\$ 72,376,068	\$ 6,670,460	\$ 79,046,528
Cash with fiscal agent	688,556	-	688,556
Accounts receivable	259,022	119,839	378,861
Interest receivable	275,561	12,742	288,303
Taxes receivable	2,893,854	223,803	3,117,657
Due from other governments	341,846	490,757	832,603
Inventories	413,128	-	413,128
Prepaid costs and deposits	662,439	-	662,439
<i>Noncurrent Assets</i>			
Loans receivable	16,273,647	-	16,273,647
Capital assets:			
Nondepreciable assets	82,362,096	-	82,362,096
Depreciable assets, net of depreciation	107,374,915	519,880	107,894,795
Total Assets:	283,921,132	8,037,481	291,958,613
Deferred Outflows of Resources			
Deferred outflows	5,172,837	289,013	5,461,850
Total Deferred Outflows of Resources:	5,172,837	289,013	5,461,850
Liabilities			
<i>Current Liabilities</i>			
Accounts payable	3,564,816	263,597	3,828,413
Salaries and benefits payable	595,675	-	595,675
Deposits payable	810,379	2,657	813,036
Interest payable	54,402	-	54,402
Unearned revenue	253,908	774,529	1,028,437
<i>Non-current Liabilities</i>			
Long-term liabilities:			
Due within one year	732,297	7,560	739,857
Due in more than one year	14,225,403	105,362	14,330,765
Net pension liability	13,123,462	766,070	13,889,532
Net OPEB liability	1,219,388	128,411	1,347,799
Total Liabilities:	34,579,730	2,048,186	36,627,916
Deferred Inflows of Resources			
Deferred inflows	557,491	107,432	664,923
Total Deferred Inflows of Resources:	557,491	107,432	664,923
Net Position			
Net investment in capital assets	176,450,067	519,880	176,969,947
Restricted for:			
Capital projects	5,358,748	-	5,358,748
Grants, taxes, and fees	30,231,403	-	30,231,403
Other restricted	338,214	-	338,214
Unrestricted	41,578,316	5,650,996	47,229,312
Total Net Position:	\$ 253,956,748	\$ 6,170,876	\$ 260,127,624

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities:				
General Government	\$ 8,787,484	\$ 495,283	\$ 225,428	\$ -
Public Safety	8,084,783	251,332	221,752	-
Public Works	14,376,951	5,194,987	2,305,835	2,889,027
Community Development	1,135,132	243,305	-	-
Facilities	1,337,198	-	-	-
Debt Issuance Costs	188,298	-	-	-
Interest	501,891	-	-	-
Total Governmental Activities:	<u>34,411,737</u>	<u>6,184,907</u>	<u>2,753,015</u>	<u>2,889,027</u>
Business-Type Activities:				
Parking	523,586	799,608	-	-
Transit	1,452,367	71,237	1,234,552	26,597
Solid Waste	4,542,402	4,582,673	46,655	-
Building	1,446,694	2,009,394	-	-
Total Business-Type Activities:	<u>7,965,049</u>	<u>7,462,912</u>	<u>1,281,207</u>	<u>26,597</u>
Total Primary Government:	<u>\$ 42,376,786</u>	<u>\$ 13,647,819</u>	<u>\$ 4,034,222</u>	<u>\$ 2,915,624</u>

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF ACTIVITIES (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Functions/Programs	Net (Expense) Revenue and Changes in Net Position		
	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Primary Government			
Governmental Activities:			
General Government	\$ (8,066,773)	\$ -	\$ (8,066,773)
Public Safety	(7,611,698)	-	(7,611,698)
Public Works	(3,987,102)	-	(3,987,102)
Community Development	(891,827)	-	(891,827)
Facilities	(1,337,198)	-	(1,337,198)
Debt Issuance Costs	(260,933)	-	(260,933)
Interest	(429,257)	-	(429,257)
Total Governmental Activities:	<u>(22,584,788)</u>	<u>-</u>	<u>(22,584,788)</u>
Business-Type Activities:			
Parking	-	276,022	276,022
Transit	-	(119,981)	(119,981)
Solid Waste	-	86,926	86,926
Building	-	562,700	562,700
Total Business-Type Activities:	<u>-</u>	<u>805,667</u>	<u>805,667</u>
Total Primary Government:	<u>(22,584,788)</u>	<u>805,667</u>	<u>(21,779,121)</u>
Taxes:			
Property taxes	12,346,242	-	12,346,242
Sales and use taxes	9,096,828	-	9,096,828
Transient occupancy taxes	3,988,560	-	3,988,560
Property transfer taxes	297,422	-	297,422
Franchise taxes	1,354,809	-	1,354,809
Intergovernmental contributions - unrestricted	1,853,127	-	1,853,127
Interest and investment earnings	2,971,351	134,266	3,105,617
Miscellaneous	222,893	9,878	232,771
Transfers	10,089	(10,089)	-
Total General Revenues, Special Items, and Transfers:	<u>32,141,321</u>	<u>134,055</u>	<u>32,275,376</u>
Change in Net Position:	9,556,533	939,722	10,496,255
Net Position - Beginning, as previously reported	244,462,916	5,231,154	249,694,070
Prior Period Adjustments (Note 7)	(62,701)	-	(62,701)
Net Position - Beginning:	<u>244,400,215</u>	<u>5,231,154</u>	<u>249,631,369</u>
Net Position - Ending:	<u>\$ 253,956,748</u>	<u>\$ 6,170,876</u>	<u>\$ 260,127,624</u>

(Continued) Page 2 of 2

The notes to the financial statements are an integral part of this statement.



BASIC FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

TOWN OF TRUCKEE, CALIFORNIA
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2020

	General	Capital Projects Fund	Town Bond Reserve Fund	Measure R Trails Fund
Assets				
Cash and investments	\$ 34,695,039	\$ 3,302,121	\$ -	\$ 5,017,933
Cash with fiscal agent	-	350,342	338,214	-
Accounts receivable	206,160	20,437	-	-
Interest receivable	208,423	-	-	11,099
Taxes receivable	2,026,959	-	-	273,298
Due from other funds	128	-	-	-
Due from other governments	165,104	156,248	-	-
Inventories	413,128	-	-	-
Prepaid costs and deposits	662,439	-	-	-
Loans receivable	1,991,706	-	-	-
Total Assets:	<u>\$ 40,369,086</u>	<u>\$ 3,829,148</u>	<u>\$ 338,214</u>	<u>\$ 5,302,330</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	633,668	2,861,009	-	450
Salaries and benefits payable	595,675	-	-	-
Deposits payable	253,633	476,746	-	-
Due to other funds	-	-	-	-
Unearned revenue	4,457	-	-	-
Total Liabilities:	<u>1,487,433</u>	<u>3,337,755</u>	<u>-</u>	<u>450</u>
Deferred Inflows of Resources:				
Deferred inflows	2,136,931	34,139	-	-
Total Deferred Inflows of Resources:	<u>2,136,931</u>	<u>34,139</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	1,075,567	-	-	-
Restricted	225,000	457,254	338,214	5,301,880
Assigned	19,951,309	-	-	-
Unassigned	15,492,846	-	-	-
Total Fund Balances:	<u>36,744,722</u>	<u>457,254</u>	<u>338,214</u>	<u>5,301,880</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 40,369,086</u>	<u>\$ 3,829,148</u>	<u>\$ 338,214</u>	<u>\$ 5,302,330</u>

TOWN OF TRUCKEE, CALIFORNIA
BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2020

	<u>Traffic Impact Fees Fund</u>	<u>Debt Service Fund</u>	<u>Measure V Road Maintenance Fund</u>	<u>HOME Grant Fund</u>
Assets				
Cash and investments	\$ 10,063,044	\$ -	\$ 2,527,718	\$ -
Cash with fiscal agent	-	-	-	-
Accounts receivable	6,346	-	-	-
Interest receivable	20,990	-	8,230	-
Taxes receivable	-	-	549,481	-
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Inventories	-	-	-	-
Prepaid costs and deposits	-	-	-	-
Loans receivable	-	-	-	10,130,450
Total Assets:	<u>\$ 10,090,380</u>	<u>\$ -</u>	<u>\$ 3,085,429</u>	<u>\$ 10,130,450</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	454	-	-	-
Salaries and benefits payable	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	249,449	-	-	-
Total Liabilities:	<u>249,903</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:				
Deferred inflows	-	-	-	10,130,450
Total Deferred Inflows of Resources:	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,130,450</u>
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	9,840,477	-	3,085,429	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances:	<u>9,840,477</u>	<u>-</u>	<u>3,085,429</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 10,090,380</u>	<u>\$ -</u>	<u>\$ 3,085,429</u>	<u>\$ 10,130,450</u>

(Continued) Page 2 of 3

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2020

	Town Special Service Areas Fund	Other Governmental Funds	Total Governmental Funds
Assets			
Cash and investments	\$ 5,834,895	\$ 10,935,318	\$ 72,376,068
Cash with fiscal agent	-	-	688,556
Accounts receivable	-	26,079	259,022
Interest receivable	12,778	14,041	275,561
Taxes receivable	39,236	4,880	2,893,854
Due from other funds	-	-	128
Due from other governments	-	20,494	341,846
Inventories	-	-	413,128
Prepaid costs and deposits	-	-	662,439
Loans receivable	-	4,151,491	16,273,647
Total Assets:	<u>\$ 5,886,909</u>	<u>\$ 15,152,303</u>	<u>\$ 94,184,249</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities:			
Accounts payable	297	68,938	3,564,816
Salaries and benefits payable	-	-	595,675
Deposits payable	-	80,000	810,379
Due to other funds	-	128	128
Unearned revenue	-	1,658,860	1,912,766
Total Liabilities:	<u>297</u>	<u>1,807,926</u>	<u>6,883,764</u>
Deferred Inflows of Resources:			
Deferred inflows	-	2,509,915	14,811,435
Total Deferred Inflows of Resources:	<u>-</u>	<u>2,509,915</u>	<u>14,811,435</u>
Fund Balances:			
Nonspendable	-	-	1,075,567
Restricted	5,886,612	5,446,773	30,581,639
Assigned	-	5,387,689	25,338,998
Unassigned	-	-	15,492,846
Total Fund Balances:	<u>5,886,612</u>	<u>10,834,462</u>	<u>72,489,050</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 5,886,909</u>	<u>\$ 15,152,303</u>	<u>\$ 94,184,249</u>

(Continued) Page 3 of 3

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2020

Total Governmental Fund Balances	\$ 72,489,050
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets (\$261,579,972), net of accumulated depreciation (\$71,842,961), used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	189,737,011
Long-term liabilities, including bonds payable, bond interest payable, and compensated absences, are not due and payable in the current period and therefore are not reported in the governmental fund financial statements.	(15,012,103)
Long-term pension liability, which is based on GASB 68 reporting requirements, is not due and payable in the current period and therefore is not reported in the governmental fund financial statements.	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$20,637,224) exceeded depreciation expense (\$7,934,040) in the current period.	(13,123,462)
Deferred outflows, related to pension expense	4,319,468
Deferred inflows, related to pension expense	(551,840)
Long-term OPEB liability, which is based on GASB 75 reporting requirements, is not due and payable in the current period and therefore is not reported in the governmental fund financial statements.	
Net OPEB liability	(1,219,388)
Deferred outflows, related to OPEB expense	853,369
Deferred inflows, related to OPEB expense	(5,650)
Adjustment to deferred inflows of resources for grant receivables, miscellaneous receivables, long-term loan payments, accrued interest, and new loans.	16,470,293
Net Position of Governmental Activities	\$ 253,956,748

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	General	Capital Projects Fund	Town Bond Reserve Fund	Measure R Trails Fund
Revenues				
Taxes and assessments	\$ 22,926,595	\$ -	\$ -	\$ 1,377,379
Licenses and permits	263,681	-	-	-
Fines and forfeitures	128,511	-	-	-
Use of money and property	1,173,072	-	76,595	136,920
Intergovernmental revenues	2,074,900	1,999,684	-	-
Charges for services	1,334,319	-	-	-
Other revenues	649,272	68,144	-	-
Total Revenues:	<u>28,550,350</u>	<u>2,067,828</u>	<u>76,595</u>	<u>1,514,299</u>
Expenditures				
Current:				
General Government	5,219,095	2,706,131	-	-
Public Safety	6,672,555	-	-	-
Public Works	6,199,740	587,440	-	1,144
Community Development	1,105,220	-	-	-
Facilities	1,299,140	-	-	-
Capital Outlay	4,424	19,125,889	-	-
Debt service:				
Cost of Issuance	-	-	-	-
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures:	<u>20,500,174</u>	<u>22,419,460</u>	<u>-</u>	<u>1,144</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>8,050,176</u>	<u>(20,351,632)</u>	<u>76,595</u>	<u>1,513,155</u>
Other financing sources (uses):				
Issuance of debt	-	-	-	-
Transfers in	2,508,975	20,652,438	5,148,342	-
Transfers out	(10,836,856)	-	(9,200,687)	(513,827)
Total Other financing sources (uses):	<u>(8,327,881)</u>	<u>20,652,438</u>	<u>(4,052,345)</u>	<u>(513,827)</u>
Net Change in Fund Balances:	<u>(277,705)</u>	<u>300,806</u>	<u>(3,975,750)</u>	<u>999,328</u>
Fund Balances - Beginning	37,022,427	156,448	4,313,964	4,302,552
Fund Balances - Ending:	<u>\$ 36,744,722</u>	<u>\$ 457,254</u>	<u>\$ 338,214</u>	<u>\$ 5,301,880</u>

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Traffic Impact Fees		Measure V Road	
	Fund	Debt Service Fund	Maintenance Fund	HOME Grant Fund
Revenues				
Taxes and assessments	\$ -	\$ -	\$ 2,779,888	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	271,565	-	85,563	450,000
Intergovernmental revenues	-	-	-	-
Charges for services	2,499,290	-	-	-
Other revenues	-	43,189	20,259	950,000
Total Revenues:	2,770,855	43,189	2,885,710	1,400,000
Expenditures				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	12,553	-	2,019	-
Community Development	-	-	-	-
Facilities	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Cost of Issuance	-	188,298	-	-
Principal	-	4,323,000	-	-
Interest	-	501,891	-	-
Total Expenditures:	12,553	5,013,189	2,019	-
Excess (Deficiency) of Revenues Over (Under) Expenditures:	2,758,302	(4,970,000)	2,883,691	1,400,000
Other financing sources (uses):				
Issuance of debt	-	5,205,951	-	-
Transfers in	-	4,955,580	-	-
Transfers out	(642,724)	(5,191,531)	(1,649,379)	(1,400,000)
Total Other financing sources (uses):	(642,724)	4,970,000	(1,649,379)	(1,400,000)
Net Change in Fund Balances:	2,115,578	-	1,234,312	-
Fund Balances - Beginning	7,724,899	-	1,851,117	-
Fund Balances - Ending:	\$ 9,840,477	\$ -	\$ 3,085,429	\$ -

(Continued) Page 2 of 3

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Town Special Service Areas Fund	Other Governmental Funds	Total Governmental Funds
Revenues			
Taxes and assessments	\$ 776,521	\$ 2,839,286	\$ 30,699,669
Licenses and permits	-	-	263,681
Fines and forfeitures	-	-	128,511
Use of money and property	153,116	144,621	2,491,452
Intergovernmental revenues	-	1,227,727	5,302,311
Charges for services	-	870,255	4,703,864
Other revenues	-	202,225	1,933,089
Total Revenues:	<u>929,637</u>	<u>5,284,114</u>	<u>45,522,577</u>
Expenditures			
Current:			
General Government	-	-	7,925,226
Public Safety	-	88,944	6,761,499
Public Works	4,622	96,031	6,903,549
Community Development	-	49,471	1,154,691
Facilities	-	-	1,299,140
Capital Outlay	-	1,506,917	20,637,230
Debt service:			
Cost of Issuance	-	-	188,298
Principal	-	-	4,323,000
Interest	-	-	501,891
Total Expenditures:	<u>4,622</u>	<u>1,741,363</u>	<u>49,694,524</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>925,015</u>	<u>3,542,751</u>	<u>(4,171,947)</u>
Other financing sources (uses):			
Issuance of debt	-	-	5,205,951
Transfers in	-	1,539,790	34,805,125
Transfers out	(544,461)	(4,815,571)	(34,795,036)
Total Other financing sources (uses):	<u>(544,461)</u>	<u>(3,275,781)</u>	<u>5,216,040</u>
Net Change in Fund Balances:	380,554	266,970	1,044,093
Fund Balances - Beginning	5,506,058	10,567,492	71,444,957
Fund Balances - Ending:	<u>\$ 5,886,612</u>	<u>\$ 10,834,462</u>	<u>\$ 72,489,050</u>

(Continued) Page 3 of 3

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES

JUNE 30, 2020

The schedule below reconciles the net changes in fund balances reported on the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances, which measure only changes in current assets and current liabilities on the modified accrual basis, with the changes in net position of governmental activities reported in the Statement of Activities, which is prepared on the full accrual basis.

Net Change in Fund Balances - Total Governmental Funds	\$ 1,044,093
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$20,637,230) exceeded depreciation expense (\$7,934,043) in the current period.	12,703,187
Some revenues reported in the Statement of Activities will not be collected for several months after the Town's year end and do not provide current financial resources and therefore are not reported as revenues in the governmental fund financial statements (\$477,737). Some revenues reported in prior year Statement of Activities were recognized in the governmental funds in current year (\$599,424)	(402,776)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This is the net amount of proceeds less principal repayments.	(882,950)
Repayment of long-term receivables is treated as revenue in the governmental fund financial statements, but the repayment reduces long-term receivables in the Statement of Net Position. Issuance of long-term receivables is treated as an expenditure in the governmental fund financial statements, but the issuance increases long-term receivables in the Statement of Net Position. Also, interest accrued on long-term loans increases unearned revenue in the governmental funds, but increases revenue in the Statement of Activities.	
Loan program receipts	(1,641,515)
Loans made during the year	1,677,961
Long-term loan interest accrual	479,897
Loan Interest Forgiveness	(1,564,449)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental fund financial statements.	
Change in compensated absences	(394,336)
Amortization of bond discount, cost of issuance and refunding difference	(29,876)
Increase of pension expense based on GASB 68 adjustments	(1,418,620)
Other post-employment benefits	(14,082)
Change in Net Position of Governmental Activities	\$ 9,556,533

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2020

	Enterprise Funds		
	Parking Fund	Transit Fund	Solid Waste Fund
Assets			
Current Assets:			
Cash and investments	\$ 1,999,583	\$ 434,571	\$ 712,561
Accounts receivable, net of allowance	41,484	542,629	248,088
Interest receivable	4,224	668	938
Total Current Assets:	2,045,291	977,868	961,587
Noncurrent Assets:			
Capital assets:			
Depreciable capital assets	131,932	853,572	32,007
Less: accumulated depreciation	(66,507)	(461,737)	(32,007)
Total Noncurrent Assets:	65,425	391,835	-
Total Assets:	2,110,716	1,369,703	961,587
Deferred Outflows of Resources			
Deferred outflows	48,754	39,844	28,247
Total Deferred Outflows of Resources:	48,754	39,844	28,247
Liabilities			
Current Liabilities:			
Accounts payable	9,557	204,905	37,835
Deposits payable	-	-	-
Unearned revenue	-	774,529	-
Compensated absences	1,613	998	-
Total Current Liabilities:	11,170	980,432	37,835
Noncurrent Liabilities:			
Net pension liability	145,115	130,205	90,907
Net OPEB liability	15,907	5,661	13,280
Compensated absences	17,289	21,776	12,600
Total Noncurrent Liabilities:	178,311	157,642	116,787
Total Liabilities:	189,481	1,138,074	154,622
Deferred Inflows of Resources			
Deferred inflows	15,772	14,528	15,001
Total Deferred Inflows of Resources:	15,772	14,528	15,001
Net Position			
Net Investment in Capital Assets	65,425	391,835	-
Unrestricted	1,888,792	(134,890)	820,211
Total Net Position:	\$ 1,954,217	\$ 256,945	\$ 820,211

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)
JUNE 30, 2020

	Enterprise Funds	
	Building and Safety Fund	Total
Assets		
Current Assets:		
Cash and investments	\$ 3,523,745	\$ 6,670,460
Accounts receivable, net of allowance	2,198	834,399
Interest receivable	6,912	12,742
Total Current Assets:	3,532,855	7,517,601
Noncurrent Assets:		
Capital assets:		
Depreciable capital assets	303,845	1,321,356
Less: accumulated depreciation	(241,225)	(801,476)
Total Noncurrent Assets:	62,620	519,880
Total Assets:	3,595,475	8,037,481
Deferred Outflows of Resources		
Deferred outflows	172,168	289,013
Total Deferred Outflows of Resources:	172,168	289,013
Liabilities		
Current Liabilities:		
Accounts payable	11,300	263,597
Deposits payable	2,657	2,657
Unearned revenue	-	774,529
Compensated absences	4,949	7,560
Total Current Liabilities:	18,906	1,048,343
Noncurrent Liabilities:		
Net pension liability	399,843	766,070
Net OPEB liability	93,563	128,411
Compensated absences	53,697	105,362
Total Noncurrent Liabilities:	547,103	999,843
Total Liabilities:	566,009	2,048,186
Deferred Inflows of Resources		
Deferred inflows	62,131	107,432
Total Deferred Inflows of Resources:	62,131	107,432
Net Position		
Net Investment in Capital Assets	62,620	519,880
Unrestricted	3,076,883	5,650,996
Total Net Position:	\$ 3,139,503	\$ 6,170,876

(Continued) Page 2 of 2

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Enterprise Funds		
	Parking Fund	Transit Fund	Solid Waste Fund
Operating Revenues			
Charges for services	\$ 719,962	\$ 71,237	\$ 4,582,673
Fines and forfeitures	79,646	-	-
Other revenues	-	127,074	-
Total Operating Revenues:	<u>799,608</u>	<u>198,311</u>	<u>4,582,673</u>
Operating Expenses			
Salaries and benefits	228,241	178,959	232,929
Services and supplies	285,582	1,196,926	4,309,407
Depreciation	9,763	76,482	66
Total Operating Expenses:	<u>523,586</u>	<u>1,452,367</u>	<u>4,542,402</u>
Operating Income (Loss):	<u>276,022</u>	<u>(1,254,056)</u>	<u>40,271</u>
Nonoperating Revenues (Expenses)			
Intergovernmental revenues	-	1,135,975	46,654
Interest income	35,048	-	5,750
Total Nonoperating Revenues (Expenses):	<u>35,048</u>	<u>1,135,975</u>	<u>52,404</u>
Income (Loss) Before Contributions and Transfers:	311,070	(118,081)	92,675
Transfers in	16,888	72,823	-
Transfers out	(55,914)	(31,245)	-
Change in Net Position:	<u>272,044</u>	<u>(76,503)</u>	<u>92,675</u>
Total Net Position - Beginning	1,682,173	333,448	727,536
Total Net Position - Ending:	<u>\$ 1,954,217</u>	<u>\$ 256,945</u>	<u>\$ 820,211</u>

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Enterprise Funds	
	Building and Safety Fund	Total
Operating Revenues		
Charges for services	\$ 2,007,303	\$ 7,381,175
Fines and forfeitures	2,091	81,737
Other revenues	7,979	135,053
Total Operating Revenues:	<u>2,017,373</u>	<u>7,597,965</u>
Operating Expenses		
Salaries and benefits	816,949	1,457,078
Services and supplies	611,995	6,403,910
Depreciation	17,750	104,061
Total Operating Expenses:	<u>1,446,694</u>	<u>7,965,049</u>
Operating Income (Loss):	<u>570,679</u>	<u>(367,084)</u>
Nonoperating Revenues (Expenses)		
Intergovernmental revenues	-	1,182,629
Interest income	93,468	134,266
Total Nonoperating Revenues (Expenses):	<u>93,468</u>	<u>1,316,895</u>
Income (Loss) Before Contributions and Transfers:	664,147	949,811
Transfers in	-	89,711
Transfers out	(12,641)	(99,800)
Change in Net Position:	<u>651,506</u>	<u>939,722</u>
Total Net Position - Beginning	2,487,997	5,231,154
Total Net Position - Ending:	<u>\$ 3,139,503</u>	<u>\$ 6,170,876</u>

(Continued) Page 2 of 2

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Enterprise Funds		
	Parking Fund	Transit Fund	Solid Waste Fund
Cash Flows from Operating Activities			
Cash receipts from customers	\$ 791,150	\$ 46,377	\$ 4,567,463
Payments to suppliers	(285,774)	(1,039,673)	(4,602,409)
Payments to employees	(218,207)	(149,782)	(216,687)
Net cash provided (used) by operating activities	<u>287,169</u>	<u>(1,143,078)</u>	<u>(251,633)</u>
Cash Flows from Non-Capital Financing Activities			
Intergovernmental revenues	-	1,306,132	46,655
Transfers from/(to) other funds	(39,026)	41,578	-
Net cash provided (used) by noncapital financing activities	<u>(39,026)</u>	<u>1,347,710</u>	<u>46,655</u>
Cash Flows from Investing Activities			
Interest received on investments	37,339	-	6,993
Net cash provided (used) by investing activities	<u>37,339</u>	<u>-</u>	<u>6,993</u>
Net increase (decrease) in cash and cash equivalents	285,482	204,632	(197,985)
Balances - beginning of year	1,714,101	229,939	910,546
Balances - end of the year	<u>\$ 1,999,583</u>	<u>\$ 434,571</u>	<u>\$ 712,561</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating Income (Loss)	\$ 276,022	\$ (1,254,056)	\$ 40,271
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	9,763	76,482	66
Pension & OPEB	19,693	21,564	15,928
Decrease (increase) in:			
Accounts Receivable	(8,456)	(151,933)	(525)
Prepaid Expenses	4,899	-	-
Increase (decrease) in:			
Compensated absences	(9,660)	7,613	314
Changes in assets and liabilities:			
Customer Receivables	-	-	(14,685)
Accounts payable	(5,092)	157,252	(293,002)
Deposits payable	-	-	-
Net cash provided (used) by operating activities	<u>\$ 287,169</u>	<u>\$ (1,143,078)</u>	<u>\$ (251,633)</u>
CASH RECONCILIATION			
Actual Balance - end of year	\$ 1,999,583	\$ 434,571	\$ 712,561
Balance - end of year out of balance	<u>-</u>	<u>-</u>	<u>-</u>

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF CASH FLOWS - PROPRIETARY FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Enterprise Funds	
	Building and Safety Fund	Total
Cash Flows from Operating Activities		
Cash receipts from customers	\$ 2,006,864	\$ 7,411,854
Payments to suppliers	(647,082)	(6,574,938)
Payments to employees	(761,551)	(1,346,227)
Net cash provided (used) by operating activities	<u>598,231</u>	<u>(509,311)</u>
Cash Flows from Non-Capital Financing Activities		
Intergovernmental revenues	-	1,352,787
Transfers from/(to) other funds	(12,641)	(10,089)
Net cash provided (used) by noncapital financing activities	<u>(12,641)</u>	<u>1,342,698</u>
Cash Flows from Investing Activities		
Interest received on investments	96,056	140,388
Net cash provided (used) by investing activities	<u>96,056</u>	<u>140,388</u>
Net increase (decrease) in cash and cash equivalents	681,646	973,775
Balances - beginning of year	2,842,099	5,696,685
Balances - end of the year	<u>\$ 3,523,745</u>	<u>\$ 6,670,460</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating Income (Loss)	\$ 570,678	\$ (367,085)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	17,750	104,061
Pension & OPEB	46,805	103,990
Decrease (increase) in:		
Accounts Receivable	265	(160,649)
Prepaid Expenses	-	4,899
Increase (decrease) in:		
Compensated absences	8,594	6,861
Changes in assets and liabilities:		
Customer Receivables	-	(14,685)
Accounts payable	(35,087)	(175,929)
Deposits payable	(10,774)	(10,774)
Net cash provided (used) by operating activities	<u>\$ 598,231</u>	<u>\$ (509,311)</u>
CASH RECONCILIATION		
Actual Balance - end of year	\$ 3,523,745	\$ 6,670,460
Balance - end of year out of balance	<u>-</u>	<u>-</u>

(Continued) Page 2 of 2

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF NET POSITION - FIDUCIARY FUND
JUNE 30, 2020

	Redevelopment Successor Agency Fund
Assets	
Cash and cash equivalents	\$ 12,430,623
Investments, held with trustees	344,136
Interest receivable	957
Notes receivable	284,712
Capital assets:	
Depreciable capital assets	217,816
Less: accumulated depreciation	(217,816)
Total Capital assets:	-
Total Assets:	13,060,428
Liabilities	
Accounts payable	89
Interest payable	246,501
Long-term liabilities:	
Due within one year	12,433,442
Due in more than one year	10,775,650
Total Long-term liabilities:	23,209,092
Total Liabilities:	23,455,682
Net Position	
Held in trust for other purposes	(10,395,254)
Total Net Position:	\$ (10,395,254)

The notes to the financial statements are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Redevelopment Successor Agency Fund
Additions	
Property taxes	\$ 736,100
Use of money and property	27,476
Other revenue	216,069
Total Additions:	979,645
Deductions	
Program expenses	373,674
Administrative expenses	95,146
Interest and fiscal agency expenses	769,099
Noncash expenses: depreciation, amortization, loan forgiveness	55,385
Total Deductions:	1,293,304
Change in Net Position:	(313,659)
Net Position - Beginning	(10,081,595)
Net Position - Ending:	\$ (10,395,254)

The notes to the financial statements are an integral part of this statement.



BASIC FINANCIAL STATEMENTS

NOTES TO THE BASIC FINANCIAL STATEMENTS



TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Government-Wide 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 non-fiduciary activities of the primary government and its component units. The fiduciary activities are only reported in the fund financial statements. *Governmental activities*, which are normally supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers to continue operations. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

B. Reporting Entity

The Town of Truckee (Town) incorporated on March 23, 1993 and became a charter city on September 15, 1995. It is governed under the laws governing charter cities and other applicable state statutes. The Town operates under a Council form of government and provides the following services: public safety, maintenance of roadways, public improvements, community planning, zoning, general administrative services, solid waste, building and safety, parking, and transit.

The governmental reporting entity consists of the Town (Primary Government) and its component units. Component units are legally separate organizations for which the Primary Government, and therefore the Council, is financially accountable. Additionally, there are other organizations whose component unit nature and significant relationship with the Town are such that exclusion would cause the Town's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (i) the Town's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the Town.

Reporting for component units on the Town's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the Town's operations, and therefore, data from these units are combined with data of the primary government. Discretely presented component units would be reported in a separate column in the government-wide financial statements to emphasize that the unit is legally separate from the primary government.

For financial reporting purposes, the Town's basic financial statements include all activities that are controlled by or are dependent upon the actions taken by the Town Council.

Blended Component Units

Component Units that are blended into the reporting activity types of the Town's report are presented below:

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Truckee Public Financing Authority

The Truckee Public Financing Authority is a public agency created under a joint exercise of powers agreement between the Town and the former Town of Truckee Redevelopment Agency (now the Redevelopment Successor Agency). The governing body is substantially the same as the primary government, and the Town and the component unit are financially interdependent. Because the unit meets all criteria of a component unit, the unit is presented by blending with the primary government. Separate audited financial statements for the Truckee Public Financing Authority are not issued.

Debt of the Truckee Public Financing Authority related to Town operations is shown as long-term debt of the Town. Debt related to the Redevelopment Successor Agency is shown as debt of the fiduciary fund.

Discretely Presented Component Units

There are no component units of the Town that meet the criteria for discrete presentation.

Basis of Presentation

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the primary government, the Town, and its component unit. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the Town. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties. The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the Town's business-type activities and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function, and therefore are clearly identifiable to a particular function. Program revenues include (i) charges paid by the recipient of goods and services offered by the program and (ii) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Town or meets both of the following criteria:

1. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures of that individual governmental or proprietary fund are at least 10% of the corresponding total for all funds of that category or type; and

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures of the individual governmental or proprietary fund are at least 5% of the corresponding total for all governmental and proprietary funds combined.

The Town reports the following major governmental funds:

- The General Fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the Town that are not accounted for through other funds. For the Town, the General Fund includes such activities as public safety, maintenance of streets, public improvements, planning, zoning, housing, sustainability, economic development and general administrative services.
- The Capital Projects Fund is used to account for the expenditures of major capital acquisitions and construction undertaken by the Town. Expenditures are funded via transfer of resources from various Town special revenue funds, enterprise funds and the General Fund, as well as receipt of grant funds and miscellaneous private contributions.
- The Town Bond Reserve Fund is used to hold the balance of reserve accounts and monies held in escrow for outstanding Town-issued debt.
- The Measure R Trails Fund is a special revenue fund used to account for revenue and expenditures related to a ¼ percent sales and use tax, passed in June of 2014. The revenues generated by this sales tax are collected for use in trail construction and maintenance within the Town boundaries.
- The Traffic Impact Fees Fund is a special revenue fund used to account for traffic impact fee revenues and the associated expenditures. The impact fees are collected along with permitting fees for specific development projects in the Town and are used to offset the traffic impacts on existing Town roads caused by the new development.
- The Debt Service Fund is a special revenue fund used to track payment of debt principal and interest on the Town's outstanding bonds. This fund receives transfers in of resources from other Town funds (primarily the General Fund) to meet the payment obligations.
- The Measure V Road Maintenance Fund is a special revenue fund used to account for revenue and expenditures related to a ½ percent sales and use tax, passed in November of 2008. These funds are collected for use on road maintenance and related infrastructure within the Town.
- HOME Grant Fund is a special revenue fund used to account for activity of various HOME grant programs facilitated by the town to fund long-term down payment assistance loans for low/very low-income housing units.
- The Town Special Service Areas (TSSA) Funds are collected as part of property tax in certain Town neighborhoods and are available for use on enhanced road and transportation related maintenance services within those areas.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

The Town reports the following proprietary funds:

- The Parking Fund is an enterprise fund used to account for the operation of the Town's downtown parking facilities.
- The Transit Fund is an enterprise fund used to account for the operations of public transportation.
- The Solid Waste Fund is an enterprise fund used to account for regular garbage collection services, collection of yard waste, and recycling and waste reduction programs. Services are provided to residences and business on a user charge basis.
- The Building and Safety Fund is an enterprise fund used to account for the operations of the division in enforcing State and Town laws and regulations concerning the safety of structures.

The Town reports the following fiduciary fund:

- The Redevelopment Successor Agency (RSA) Fund is used to account for the activities of the former Truckee Redevelopment Agency formed in accordance with State law.

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary fund financial statements are reported using the economic resource focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the Town gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized in the period in which the underlying transaction takes place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants, and charges for services are accrued when their receipt occurs within sixty days after the end of the accounting period. This is the criteria for receipts to be both considered measurable and available. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources

Operating expenses for proprietary enterprise 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 non-operating revenue and expenses.

Fiduciary funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations, other governments, or other funds. These funds share characteristics with both governmental and proprietary funds. Therefore, fiduciary funds use the measurements focus and basis of accounting most appropriate to their specific operations.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

D. Budgetary Information

Budgetary Basis of Accounting: Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, the Measure R Trails Fund, the Traffic Impact Fees Fund, the Measure V Road Maintenance Fund, and the Town Special Service Areas Fund. The HOME Grant Fund does not have an appropriated budget since other means control the use of these resources (e.g., grant awards). The following non-major special revenue funds have legally adopted budgets: Air Quality Mitigation Fund, Brickelltown Maintenance Fund, and Facilities Impact Fees Fund.

The appropriated budget is prepared by fund, function and department. The Town of Truckee's Town Manager can make transfers within a specific fund. Transfers between funds requires approval of the Council. The legal level of budget control (i.e., the level at which expenditures may not legally exceed appropriations) is at the fund level.

Appropriations in all budgeted funds lapse at the end of the fiscal year.

E. Cash and Cash Equivalents

For purposes of the accompanying statements of cash flows, the enterprise funds consider all highly liquid investments with a maturity of three months or less when purchased, and their equity in the Town's investment pool, to be cash equivalents.

F. Investments

The Town pools cash and investments of all funds except for amounts held by fiscal agent. Each fund's share in this pool is displayed in the accompanying financial statements as cash and investments. State statutes authorize the Town to invest its cash surplus in obligations of the U.S. treasury, agencies and instrumentalities, corporate bonds, medium term notes, bankers' acceptances, certificates of deposit, commercial paper, repurchase agreements, and the State of California Local Agency Investment Fund. Investment income from pooled investments is allocated to all funds in the pool. Interest is allocated based on average month end cash balance amounts for each fund as a percentage of the total balance. Income from non-pooled investments is recorded based on specific investments held by the fund. Interest income is recorded in the fund that earned the interest.

The Town categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Town does not have any investments that are measured using Level 3 inputs. Cash deposits are reported at the carrying amount, which reasonably estimates fair value.

Fair value measurements of the Town's investments in Agency, Commercial Paper, US Corporate and US Treasury totaled \$24,507,628 as of June 30, 2020. They were valued based on Level 2 inputs.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

G. Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include taxes, grants, loans and interest. Business-type activities report user fees and interest earnings as their major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as taxes, grants, interest, and other intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions that are collectible but not available are recorded as deferred inflows in the fund financial statements in accordance with the modified accrual basis of accounting, but not deferred in the government-wide financial statements in accordance with the accrual basis of accounting. Interest and investment earnings are recorded when earned, but only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year-end and not yet received. User fee receivable and interest receivables compose the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

H. Interfund Transactions

Interfund transactions are reflected as loans, services provided or used, reimbursements, or transfers.

Loans reported as receivables and payables are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans) as appropriate and are subject to elimination upon consideration. Any residual balances outstanding between the governmental activities and the 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 non-spendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

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

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are treated as an adjustment to expenditures or expenses; that is an increase in expenditures or expenses in the reimbursing fund and a corresponding decrease in the expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between governmental and proprietary funds are netted as part of the reconciliation to the government-wide presentation. See Note 3 F for details of interfund transactions, including receivables and payables at year-end.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

I. Inventory and Prepaid Costs

Governmental fund inventories are recorded as expenditures at the time the inventory is purchased. Inventory is valued at net realizable value. Due to this valuation method, some items are valued above cost. The overall increase in inventory value due to this valuation method is immaterial. The Town's inventory balance includes supplies used in the road maintenance, snow removal, and fleet divisions of the public works department. Change in the inventory balance is reported as a direct adjustment to public works expenditures.

Certain payments to vendors reflect costs applicable to future accounting periods. These costs are recorded as prepaid costs in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expense when consumed rather than when purchased.

J. Loans Receivable

For the purposes of the fund financial statements, general fund, HOME grant fund and special revenue fund expenditures relating to loans receivable arising from mortgage subsidy programs and other loan programs are charged to operations at the time of funding when the loans are recorded. Loans receivables include loans for which repayment is deferred or for which repayment may be forgiven, if certain terms or conditions of the loans are met.

K. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (i.e., roads, bridges, sidewalks) are defined by the Town as an asset with an expected life greater than one year and a cost greater than \$5,000.

Property, plant and equipment have been stated at actual cost. Infrastructure assets, including roads, have been stated at historical cost, beginning with the fiscal year 1997. Contributed capital assets, or donated works of art or similar items, or capital assets received in service concession arrangements are recorded at estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset nor materially extend the life of the asset are not capitalized.

The accounting treatment over capital assets depends on whether the assets are used in operations accounted for in a governmental fund or in a proprietary fund, as well as whether or not they are reported in the government-wide or fund financial statements.

Government-Wide Financial Statements

In the government-wide financial statements, property, plant, and equipment assets are accounted for as capital assets.

Depreciation of all exhaustible capital assets (i.e., assets with a finite useful life) is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is recorded over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Depreciable Asset	Estimated Lives
Equipment	4 – 25 years
Structures and improvements	25 – 60 years
Infrastructure	15 – 25 years

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund at the time of acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide financial statements.

L. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position, or balance sheet, will report a section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position or fund balance that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditures) until that time.

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

M. Long-Term Liabilities

The accounting treatment of long-term liabilities depends on whether the assets are used in governmental fund operations or proprietary fund operations, as well as whether the debt is reported in the government-wide or fund financial statements.

All long-term liabilities to be repaid from the governmental or business-type resources is reported as a liability in the government-wide financial statements. The long-term liabilities consists of bonds payable and accrued compensated absences.

Long-term liabilities for governmental funds are not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources. Payment of principal and interest is reported as an expenditure. The accounting for debt in the proprietary funds is the same in the fund financial statements as it is in the government-wide financial statements.

TOWN OF TRUCKEE, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

N. Compensated Absences

The Town's policy regarding compensated absences is to permit employees to accumulate a limited amount of earned but unused vacation leave, compensatory time, and vested sick time. The liability for these compensated absences is determined annually and recorded as long-term debt in the government-wide financial statements. The current portion of this debt is estimated based on historical trends. In the governmental fund financial statements the expenditures and liabilities related to those obligations are recognized only when they mature, as a result of employee resignation or retirement. The Town includes its share of Medicare taxes payable on behalf of the employees is included in the accrual of compensated absences

Compensated absences are liquidated by the fund that has recorded the liability. Governmental activities compensated absences are liquidated primarily by the General Fund and business-type activity compensated absences are liquidated by the respective enterprise fund.

O. Pensions

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

P. Other Postemployment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of the Town's plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. 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	June 30, 2019
Measurement Date	June 30, 2019
Measurement Period	July 1, 2018 to June 30, 2019

Q. Net Position/Fund Balances

The government-wide and business-type activity financial statements utilize a net position presentation. Net position is categorized as net investment in capital, restricted and unrestricted.

- Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

TOWN OF TRUCKEE, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

- Restricted resources – Consists of resources with constraints placed on the use either by (i) external groups such as creditors, grantors, contributors, laws, or regulations of other governmental agencies; or (ii) law through constitutional provision or enabling legislation. Resources restricted for other purposes included \$8,387,309 restricted by enabling legislation (i.e., Measure V and R).
- Unrestricted resources – All other resources that do not meet the definition of “restricted” or “net investment in capital assets”.

Net Position Flow Assumptions: The Town of Truckee does on occasion fund outlays for a particular purpose from both restricted and unrestricted resources. When both restricted and unrestricted resources are available, restricted – net position is considered depleted before unrestricted – net position.

At June 30, 2020, the Town had recorded restricted resources in governmental activities as follows:

Restricted for:	
Capital Projects	\$ 5,358,748
Grants, taxes, and fees	30,231,403
Other restricted	<u>338,214</u>
Total Restricted	<u>\$ 35,928,365</u>

Beginning in fiscal year 2011, the Town implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government’s fund balances more transparent. The following Classifications describe the relative strength of the spending constraints:

- *Non-spendable* – Amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to remain intact. For the Town, these amounts include inventory and prepaid assets.
- *Restricted* – Amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws/regulations of another government.
- *Committed* – Amounts that can be used only for specific purposes determined by a formal action of Town Council. The Town Council is the highest level of decision-making authority for the Town. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Council. The Town did not have any committed resources as of June 30, 2020.
- *Assigned* – Amounts that do not meet the criteria to be classified as restricted or committed but are intended for use for specific purposes. This intent can be expressed by the Town Council or by an official or body to whom the Town Council delegates authority.
- *Unassigned* – Amounts not included in other spendable classifications. Positive amounts are reported only in the General Fund.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Fund Balance Flow Assumptions: On occasion, the Town has outlays for which both restricted and unrestricted amounts (i.e., total committed, unassigned and assigned fund balance) could be used. When such an outlay occurs, the Town considers unrestricted fund balance depleted before restricted fund balance. When an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the Town considers committed amounts to be reduced first, followed by assigned amounts, and then unassigned amounts.

Fund Balance Policies: The Town Council establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through the adoption and amendment of the budget. Assigned fund balances are established by the Town Council through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fleet equipment, construction, litigation, housing, pavement management, etc).

As of June 30, 2020, restricted fund balances included:

- *Self-Insured Retention* – To reflect funds held to cover the deductible on self-insurance programs.
- *Special Revenue Fund Balances* – To reflect funds restricted to a specific purpose based on the nature of the fund.

As of June 30, 2020, assigned fund balances in the following governmental funds included:

- *General Fund* – To reflect the Town Council's intention to set aside funds for general fund operation contingencies, litigation, designations related to long-term pavement management, to assist with economic development, for streetscaping construction, to assist with low-cost or workforce housing projects, acquisitions of open space, and capital facilities and improvement needs.
- *CDBG Miscellaneous Income* – To reflect the Town Council's intention to set aside funds for housing related expenditures.
- *Fleet Replacement Fund* – To reflect the Town Council's intention to set aside funds for replacement of the Town's vehicle and equipment fleet based on the Town's fleet management plan.

R. Property Tax Levy, Collection and Maximum Rates

The State of California's (State) Constitution Article XIII A provides that the combined maximum property tax rate at any given property may not exceed 1% of its assessed value unless an additional amount for general obligation debt has been approved by the voters. Assessed value is calculated at 100% of market value, as defined in Article XIII A, and may be adjusted by no more than 2% per year unless the property is sold or transferred.

The State Legislature has determined the method of distribution of receipts for the 1% tax levy among the county, cities, school districts and other districts.

TOWN OF TRUCKEE, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

The County of Nevada (County) assesses, bills for and collects property taxes along the following schedule:

	Secured	Unsecured
Valuation/Lien Date	January 1 st	January 1 st
Levy Date	January 1 st	January 1 st
Due Dates	November 1 st (1 st installment) February 1 st (2 nd installment)	July 1 st
Delinquent Dates	December 10 th (1 st installment) April 10 th (2 nd installment)	August 31 st

The term “unsecured” refers to taxes on personal property other than land or buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized in the fiscal year for which they are levied, provided they are due and collected within sixty days after the fiscal year-end.

The County of Nevada apportions secured property tax revenue in accordance with the alternate methods of distribution, the “Teeter Plan”, as prescribed by Section 4717 of the California Revenue and Taxation Code. Therefore, the Town receives 100% of the secured property tax levies to which it is entitled, whether or not collected. Entities/counties not using the Teeter Plan, allocate out interest and penalties collected along with delinquent property taxes to the agencies based on their pro rata share of delinquent property tax collected. Unsecured delinquent taxes are considered fully collectible.

S. Grant Revenues

Certain grant revenues are recognized when specific related expenditures have been incurred. In other grant programs, monies are virtually unrestricted as to purpose of expenditures and are only revocable for failure to comply with prescribed compliance requirements. These revenues are recognized at the time of receipt, or earlier if accrual criteria are met. Cash received prior to incurrence of related expenditures is recorded as unearned revenue.

T. Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

- Government Funds – By Character
 - Current (further classified by function)
 - Capital Outlay
 - Debt Service
- Proprietary Fund – By Operating and Non-Operating

U. Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America require that management make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

V. Future Government Accounting Standards Board Statements

The Government Accounting Standards Board (GASB) statements are not effective until July 1, 2020 or later. The Town has not determined the effects of these statements on the financial statements.

Government Accounting Standards Board Statement No. 84

In January of 2017, GASB issued Statement 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The general focus of the criteria is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and post-employment benefit arrangements that are fiduciary activities. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ended June 30, 2020. In May 2020, GASB issued Statement No. 95, *Postponement of the Effective Date of Certain Authoritative Guidance*, making the new effective date of this pronouncement to be implemented for the Town fiscal year ended June 30, 2021.

Government Accounting Standards Board Statement No. 87

In June of 2017, GASB issued Statement 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2022.

Government Accounting Standards Board Statement No. 89

In June 2018, GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. This statement requires interest costs incurred before the end of a construction period to be recorded as an expenditure in the applicable period. As a result, interest costs incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2022.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Government Accounting Standards Board Statement No. 90

In August 2018, GASB issued Statement No. 90, *Majority Equity Interests* - an amendment of GASB Statements No. 14 and No. 61. The purpose of this statement is to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. The new standard clarifies the differences between a majority equity interest reported as an investment and majority equity interest reported as a component unit of the governmental entity. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2020. In May 2020, GASB issued Statement No. 95, *Postponement of the Effective Date of Certain Authoritative Guidance*, making the new effective date of this pronouncement to be implemented for the Town fiscal year ended June 30, 2021.

Government Accounting Standards Board Statement No. 91

In May 2019, GASB Issued Statement No. 91, *Conduit Debt Obligations*. The purpose of this statement is to provide a single method of reporting conduit debt obligations (CDO) by issuers and eliminate diversity in practice associated with commitments extended by issuers, arrangements associated with conduit debt obligations, and related note disclosers. The statement clarifies the existing definition of a CDO; establishes that a CDO is not a liability of the issuer; establishes standards for accounting and financial reporting of commitments and arrangements associated with CDOs; and improves note disclosers. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2023.

Government Accounting Standards Board Statement No. 92

In January 2020, GASB issued Statement No. 92, *Omnibus 2020*. The purpose of this statement is enhance comparability in accounting and financial reporting and to improve the authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The statement addresses a variety of topics including the following:

- Reporting of intra-entity transfers of assets between primary government employer and component unit defined benefit pension plan or defined benefit other postemployment benefit (OPEB) plan
- The applicability of Statements No. 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement No. 68*, amendments to Statements No. 67 and 68, and Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, as amended, to reporting assets accumulated for postemployment benefits
- The applicability of certain requirements of Statement No. 84 *Fiduciary Activities* to postemployment benefit arrangements
- Measurement of liabilities (and assets, if any) related to asset retirement obligations (AROs) in a government acquisition
- Reporting by public entity risk pools for amounts that are recoverable from reinsurers or excess insurers
- Reference to nonrecurring fair value measurements of assets or liabilities in authoritative literature
- Terminology used to refer to derivative instruments

The Town has not determined what effect, if any this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ended June 30, 2022.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1: FINANCIAL REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Government Accounting Standards Board Statement No. 93

In March 2020, GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. The purpose of this statement is to address accounting and financial reporting implications that result from the replacement of an interbank offered rate (IBOR). This statement provides exceptions for hedging derivative instruments. Additionally it clarifies the hedge accounting termination provisions and that the uncertainty related to the continued availability of IBORs does not affect the assessment of whether the occurrence is probable. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of most portions of this statement are effective for the Town's fiscal year ending June 30, 2022.

Government Accounting Standards Board Statement No. 94

In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The purpose this statement is to improve the financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This statement establishes definitions of PPPs and availability of payment arrangements (APAs) and providing guidance on accounting and financial reporting for transactions that meet those definitions. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ended June 30, 2023.

W. Current GASB Implementation

Government Accounting Standards Board Statement No. 95

In May 2020, GASB issued Statement No. 95, *Postponement of the Effective Date of Certain Authoritative Guidance*. This statement postponed the effective dates of Statement 83, 84, 88, 89, 90, 91, 92 and 93 one year, making the new effective date of pronouncements to be implemented for the Town of Truckee on June 30, 2021, and 2022 required to be implemented June 30, 2022, and 2023. Application of this statement is effective for the Town's fiscal year ending June 30, 2020. Adoption of this statement has no impact on the Town's financial position.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Balance/Net Position

The following fund had a deficit fund balance at June 30, 2020:

Non-Major Governmental Fund:

The Joerger Ranch Maintenance Fund had fund balance deficit of \$12,022. This fund owes the General Fund for the staff time related to operating the community facilities district prior to collection of the parcel taxes. The associated property tax collections will not begin until fiscal year 2021 or later.

B. GANN Spending Limit

Under Article XIII B of the California Constitution (the GANN Spending Limitation), the Town is restricted as to the amount of annual appropriations from proceeds of taxes, and of proceeds of taxes allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates, revised tax schedules, or other refund arrangements.

TOWN OF TRUCKEE, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONT'D)

For the fiscal years ended June 30, 2008 forward, the Gann Limit Calculation was calculated, based upon the advice of legal counsel, to exclude police and animal control services expenses from the appropriations subject to the limit. The town is in compliance with the spending limit

NOTE 3: DETAILED NOTES

A. Cash and Investments

The Town pools cash from all sources and all funds, except certain specific investments within funds and cash with fiscal agents, so that it can be invested at the maximum yield, consistent with safety and liquidity, while individual funds can make expenditures at any time.

The Town's investments are reported at fair value, as required by generally accepted accounting principles. The Town adjusts the carrying value of its investments to reflect fair value at each fiscal year end, and includes the effects of those adjustments in income for the fiscal year.

Total cash and investments are presented on the Town's financial statements as follows:

Governmental Activities:	
Unrestricted Cash and investments	\$ 72,726,410
Restricted Cash and investments	338,214
Total Governmental Cash and investments	73,064,624
Business-Type Activities	6,670,460
Total Cash and Investments	\$ 79,735,084

Total cash and investments of the Town at fair value are comprised of the following:

Cash and Deposits:	
Cash on hand	\$ 900
(less outstanding checks)	2,201,966
Deposits with fiscal agents	688,556
Total Cash and Deposits	2,891,422
Investments:	
In Town's pool	76,843,662
Total Investments	76,843,662
Total Cash and Investments	\$ 79,735,084

Deposits

The State of California Government Code requires California banks, savings, and loan associations to collateralize a Town's deposits by pledging government securities. The market value of pledged securities must equal at least 110% of a Town's deposits. California law also allows financial institutions to collateralize Town deposits by pledging first trust deed mortgage notes having a value of 150% of a Town's total deposits. The Town may waive collateral requirements for deposits, which are fully insured up to the \$250,000 Federal Deposit insurance amount.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

At year-end, the carrying amount of the Town's cash deposits (including only checking accounts and money market accounts) was \$2,201,966 and the bank balance was \$2,882,404. The difference between the bank balance and the carrying amount represents outstanding checks and deposits in transit. Of the bank balance, including bond trust funds, \$979,187 was covered by federal deposit insurance and \$1,903,217 was uninsured and collateralized (i.e., collateralized with securities held by the pledging financial institution at 110% of the deposits, in accordance with the State of California Government Code, deemed to be held in the Town's name).

Investments

The Town adopts an investment policy annually. Authorized investments include:

Investment Category	Standard
U.S. Government (Agency) Securities	5 years
Federal Agency Obligations	5 years
Banker's Acceptances	A-1/P-1/F-1 rated; 40% maximum; 5% per Issuer; 180 days
Commercial Paper	A-1/P-1/F-1 rated; and >A-rated long term ratings; 25% maximum; 5% per issuer; 270 days
Negotiable CDs	A-1/P-1/F-1 rated; 30% maximum; 5% per issuer; 5 years
CDs and Time Deposits	30% maximum; 5% per issuer; 5 years
Passbook Deposits	1 year
Medium Term Notes	>A-rated; 30% maximum; 5% per issuer; 5 years
Money Market Funds	AAA/Aaa rated; assets greater than \$500M; 20% maximum
Mortgage Pass	>AA-rated; 20% maximum; 1 year
Municipal Securities	>A-rated issuer; 30% maximum; 5% per Issuer, 5 years
Repurchase Agreements	A rated primary dealers; 30% maximum; 1 year
Supranationals	>AA-rated; 30% maximum; 5 years
LAIF	>\$65M

As of June 30, 2020, the Town had the following investments:

Investment Category	Maturities			Fair Value	Weighted Average Maturity (Years)
	0 - 1 year	1 - 5 years	Over 5 years		
U.S. Government Agency Securities	\$ 4,562,933	\$ 12,517,216	\$ -	\$ 17,080,149	0.43
Medium Term Notes	2,369,076	5,058,403	-	7,427,479	0.12
Local Agency Investment Fund (LAIF)	52,336,034	-	-	52,336,034	-
Total Investments	\$ 59,268,043	\$ 17,575,619	\$ -	\$ 76,843,662	0.11

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. In general, the longer the amount of time to maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. All investments of the Town are invested in accordance with the investment policy of the Town. Of the Town's \$76,843,662 investment portfolio, over 77% of the investments have a maturity of one year or less. Of the remainder, none has a maturity of more than five years. The Town had no investments that were highly sensitive to interest rate fluctuations as of June 30, 2020.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law and the Town's investment pool policy limit investments in commercial paper to the rating of A-1 by Standards & Poors or P-1 by Moody's Investor Service. State law also limits investments in corporate bonds to the rating A by both Standards & Poor's and Moody's Investors Service. The Town does not have credit limits on U.S. Government Securities or U.S. Government Agency Securities.

<u>Investments at June 30, 2020</u>	<u>Standard & Poor's</u>	<u>% of Portfolio</u>
Federal Home Loan Mortgage Corporation	AA+	2.3%
Federal Home Loan Bank	AA+	3.4%
Federal National Mortgage Association	AA+	3.1%
Federal Farm Credit Bank	AA+	0.6%
US Treasury	TSY	12.5%
ABS	AAA	1.1%
ABS	N/R	0.6%
Commercial Paper	A-1	0.6%
Supranational	AAA	0.6%
Corporate Obligations	A	2.4%
Corporate Obligations	A+	1.2%
Corporate Obligations	A-	1.7%
Corporate Obligations	AA	0.8%
Corporate Obligations	AA+	0.5%
LAIF	Unrated	68.6%
	Total	<u>100.0%</u>

Custodial Credit Risk

For an investment, custodial credit risk is the risk that the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year-end, the Town did not participate in any repurchase agreements or securities lending that would result in any possible risk in this area.

Concentration of Credit Risk

Over 22% of the Town's investments at year-end are in the U.S. Government or Agencies issues. There is no limitation on the amounts invested in these types of issues. Of the 7.8% of the portfolio invested in corporate notes and money market funds, no investment in a single issuer exceeds 0.6%.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

Investment in Local Agency Investment Fund

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

At June 30, 2020, the Town's investment position in the LAIF was \$52,336,034. The total amount invested by all public agencies in LAIF on that day was \$101,788,256,254. Of that amount, 96.11% is invested in non-derivative financial products and 3.89% in structured notes and asset backed securities.

Investments, including derivative instruments that are not hedging derivatives, are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments' fair value measurements at June 30, 2020 are as follows:

Investment Category	Fair Value Measurement Using			
	Fair Value	Level 1 Assets	Level 2 Assets	Level 3 Assets
US Government & Agency Securities	\$ 17,080,150	\$ -	\$ 17,080,150	\$ -
Commercial Paper	474,361	-	474,361	-
Miscellaneous	6,953,118	-	6,953,118	-
Subtotal	\$ 24,507,629	\$ -	\$ 24,507,629	\$ -
LAIF	52,336,034			
Total Investments	\$ 76,843,662			

Debt and equity securities categorized as Level 1 are valued based on prices quoted in active markets for those securities. Debt securities categorized as Level 2 are valued using a matrix pricing technique that values securities based on their relationship to benchmark quoted prices.

B. Loans Receivable

The loans receivable balance includes notes for down payment assistance and for the purchase of land and construction of Frishman Hollow and Henness Flats low/very low income housing complexes. Loans were funded by various grants and developer contributions.

Loans in the governmental funds are treated as expenditures in the year advanced and as revenue in the year repayment is made measureable and available. Loans receivables are recorded in the fund statements but are reported as deferred inflows of resources to indicate that they do not represent current financial resources. In the government-wide statements, loans receivable are recorded at their net realizable value.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

C. Capital Assets

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

	Beginning Balance as Previously Reported	Prior Period Adjustment	Balance July 1, 2019	Additions	Retirements	Transfers	Balance June 30, 2020
Governmental Activities							
Capital Assets, Not Being Depreciated:							
Land	\$ 7,165,160	\$ -	\$ 7,165,160	\$ -	\$ -	\$ -	\$ 7,165,160
Right of Way	57,487,179	-	57,487,179	-	-	-	57,487,179
Construction in Progress	16,015,362	-	16,015,362	18,832,717	-	(17,138,322)	17,709,757
Total Capital Assets, Not Being Depreciated	80,667,701	-	80,667,701	18,832,717	-	(17,138,322)	82,362,096
Capital Assets, Being Depreciated:							
Buildings & Improvements	31,929,001	-	31,929,001	124,286	-	-	32,053,287
Equipment	21,957,504	(931,395)	21,026,109	1,680,227	(1,139,168)	-	21,567,168
Infrastructure	108,459,100	-	108,459,100	-	-	17,138,322	125,597,422
Total Capital Assets, Being Depreciated	162,345,605	(931,395)	161,414,210	1,804,513	(1,139,168)	17,138,322	179,217,877
Less Accumulated Depreciation For:							
Buildings & Improvements	(7,302,810)	-	(7,302,810)	(788,039)	-	-	(8,090,849)
Equipment	(12,893,882)	868,694	(12,025,188)	(1,266,048)	1,139,168	-	(12,152,068)
Infrastructure	(45,720,089)	-	(45,720,089)	(5,879,956)	-	-	(51,600,045)
Total Accumulated Depreciation	\$ (65,916,781)	\$ 868,694	\$ (65,048,087)	\$ (7,934,043)	\$ 1,139,168	\$ -	\$ (71,842,962)
Total Capital Assets, Being Depreciated, Net	\$ 96,428,824	\$ (62,701)	\$ 96,366,123	\$ (6,129,530)	\$ -	\$ 17,138,322	\$ 107,374,915
Governmental Activities Capital Assets, Net	\$ 177,096,525	\$ (62,701)	\$ 177,033,824	\$ 12,703,187	\$ -	\$ -	\$ 189,737,011

	Balance July 1, 2019	Additions	Retirements	Transfers	Balance June 30, 2020
Business-Type Activities					
Capital Assets, Being Depreciated:					
Buildings & Improvements	\$ 357,716	\$ -	\$ -	\$ -	\$ 357,716
Equipment	1,356,136	-	(392,496)	-	963,640
Total Capital Asset, Being Depreciated	1,713,852	-	(392,496)	-	1,321,356
Less Accumulated Depreciation For:					
Buildings & Improvements	(179,555)	(17,447)	-	-	(197,002)
Equipment	(910,356)	(86,614)	392,496	-	(604,474)
Total Accumulated Depreciation	\$ (1,089,911)	\$ (104,061)	\$ 392,496	\$ -	\$ (801,476)
Total Capital Assets, Being Depreciated, Net	\$ 623,941	\$ (104,061)	\$ -	\$ -	\$ 519,880
Business-Type Activities Capital Assets, Net	\$ 623,941	\$ (104,061)	\$ -	\$ -	\$ 519,880

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

Depreciation

Depreciation expense was charged to governmental functions as follows:

Depreciation

General Government	\$ 543,835
Public Safety	392,624
Public Works	6,997,584
Total Depreciation Governmental Functions	<u>\$ 7,934,043</u>

Depreciation expense was charged to the business-type functions as follows:

Parking	\$ 9,763
Transit	76,482
Solid Waste	66
Building & Safety	17,750
Total Depreciation Business Functions	<u>\$ 104,061</u>

Construction in Progress

Construction in progress for governmental activities relates primarily to work performed on the following projects: streetscaping on the West River Street; construction on a new garage at the Town's public service center garage; construction of a roundabout at Donner Pass Road and Jiboom Street; preliminary work on the Truckee River trail phase 4; extension of Church Street; and intersection improvements at Bridge Street and West River Street.

D. Long-Term Liabilities

The following summary of all long-term liabilities activity for the year ended June 30, 2020:

	Balance July 1, 2019	Additions/ Adjustments	Retirements	Balance June 30, 2020	Amounts Due Within One Year
Governmental Activities					
Lease Revenue Bonds	\$ 12,053,000	\$ 4,920,000	\$ (4,323,000)	\$ 12,650,000	\$ 560,000
Less: Unamortized Discount	(43,068)	-	43,068	-	-
Add: Unamortized Premium	215,214	285,951	(20,465)	480,701	22,115
Lease Revenue Bonds, Net	<u>12,225,146</u>	<u>5,205,951</u>	<u>(4,300,396)</u>	<u>13,130,701</u>	<u>582,114</u>
Compensated Absences (Note 1N)	1,432,666	1,625,755	(1,231,422)	1,826,999	150,183
Total Governmental Activities - Long-term Liabilities	<u>\$ 13,657,812</u>	<u>\$ 6,831,706</u>	<u>\$ (5,531,819)</u>	<u>\$ 14,957,700</u>	<u>\$ 732,297</u>
Business-Type Activities					
Compensated Absences (Note 1N)	\$ 106,062	\$ 100,933	\$ (94,072)	\$ 112,922	\$ 7,560
Total Business-Type Activities - Long-term Liabilities	<u>\$ 106,062</u>	<u>\$ 100,933</u>	<u>\$ (94,072)</u>	<u>\$ 112,922</u>	<u>\$ 7,560</u>

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

The Town's outstanding notes from direct placements related to governmental activities of \$3.53 million are secured with collateral of the Town Hall building.

As of June 30, 2020 lease revenue bonds consisted of the following:

	Governmental Activities
Lease Revenue Refunding Bonds Series 2015 of \$4,645,000, payable in annual installments of \$75,000 to \$365,000. Series 2015 interest rate of 2.823% mature November 1, 2030.	\$ 3,530,000
Lease Revenue Refunding Bonds Series 2017 of \$4,265,000, payable in annual installments of \$65,000 to \$265,000. Series 2017 true interest cost of 2.84% matures December 1, 2039.	4,200,000
Lease Revenue Bonds Series 2019, dated September 1, 2019, in the amount of \$4,920,000, payable in annual installments of \$77,000 to \$280,000. Series 2019 interest cost of 2.625% to 5.00% and mature on May 1, 2044.	4,920,000
Total Lease Revenue Bonds	\$ 12,650,000

On September 20, 2017, the Town issued lease revenue financing in the amount of \$4,265,000 with a final maturity on December 1, 2039 and a true interest cost of 2.84% for a crossover refunding of Lease Revenue Bonds Series 2009. The 2009 Bonds were called on December 1, 2019 at which point the debt was extinguished and removed from the government-wide statement of net assets.

The annual aggregate maturities, for years subsequent to June 30, 2020 are as follows:

Year Ended June 30	Governmental Activities		
	Principal	Gross Interest Revenue Bonds	Total Principal & Interest
2021	\$ 560,000	\$ 392,093	\$ 952,093
2022	578,000	371,476	949,476
2023	600,000	350,097	950,097
2024	621,000	327,985	948,985
2025	642,000	304,057	946,057
2026-2030	3,589,000	1,125,948	4,714,948
2031-2035	2,555,000	634,311	3,189,311
2036-2040	2,445,000	326,081	2,771,081
2041-2044	1,060,000	70,163	1,130,163
Total	\$ 12,650,000	\$ 3,902,211	\$ 16,552,211

Bonds are refunded to retire all or a portion of an outstanding bond issue. Most typically, a refunding is done to refinance at a lower interest rate to reduce overall debt service. Certain issues of refunding bonds may be issued to refund other bonds at the future call date, known as crossover refunding.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

E. Leases

Operating Leases

The Town had two cancellable operating leases; one for the parking lot on West River Street and one for a space at the Truckee Donner Public Utilities District site for radio repeater equipment. Total costs of the parking lot lease for the year ended June 30, 2020 were \$59,783, which was paid in monthly installments. The radio repeater space-rental is paid annually and was \$880 for the year ended June 30, 2020.

The Town is the lessor in some operating leases, but the activity is not considered material to the activities of the Town as a whole.

F. Interfund Transfers

Due To/Due From Other Funds

Operating receivables and payables between funds are classified as due from or due to the General Fund. Amounts due from other funds include amounts due from other funds for loans to fund negative cash balances.

	Due From Other Funds	Due to Other Funds
General Fund	\$ 128	\$ -
Other Governmental Funds	-	128
Total	\$ 128	\$ 128

Transfers

Transfers are indicative of funding for or purchase of capital projects, lease payments or debt service, and reallocations of special revenues. The following are the interfund transfers for the year ended June 30, 2020:

	Transfers In							
	General Fund	Capital Projects Fund	Town Bond Reserve Fund	Debt Service Fund	Other Governmental Funds	Enterprise Funds		
Transfers Out	General Fund	Capital Projects Fund	Town Bond Reserve Fund	Debt Service Fund	Other Governmental Funds	Parking Fund	Transit Fund	Total
General Fund	\$ -	\$ 10,053,702	\$ -	\$ 783,154	\$ -	\$ -	\$ -	\$ 10,836,856
Town Bond Reserve Fund	-	5,028,261	-	4,172,426	-	-	-	9,200,687
Measure R Trails Fund	138,695	375,132	-	-	-	-	-	513,827
Traffic Impact Fees Fund	-	642,724	-	-	-	-	-	642,724
Debt Service Fund	43,189	-	5,148,342	-	-	-	-	5,191,531
Measure V Road Maintenance Fund	-	1,649,379	-	-	-	-	-	1,649,379
HOME Grant Fund	-	-	-	-	1,400,000	-	-	1,400,000
Town Special Service Areas Fund	7,668	536,793	-	-	-	-	-	544,461
Other Governmental Fund	2,319,423	2,266,647	-	-	139,790	16,888	72,823	4,815,571
Parking Fund	-	55,914	-	-	-	-	-	55,914
Transit Fund	-	31,245	-	-	-	-	-	31,245
Building & Safety Fund	-	12,641	-	-	-	-	-	12,641
Total	\$ 2,508,975	\$ 20,652,438	\$ 5,148,342	\$ 4,955,580	\$ 1,539,790	\$ 16,888	\$ 72,823	\$ 34,894,836

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

G. Deferred Outflows/Inflows of Resources

Deferred outflows of resources represents consumption of fund balance for future periods. Deferred inflows of resources represent acquisition of fund balance in future periods.

The Town's deferred outflows and inflows in the government-wide and proprietary fund statements are related to retirement benefits provided to employees. More information about those benefits and the related obligations can be found in Note 4. Deferred inflow balances in the governmental fund financial statements are related to loans, grants and other miscellaneous revenues that were not received within the 60-day accrual window. These amounts are adjusted into revenues for the government-wide financial statements consistent with the full-accrual basis of accounting.

Balances of deferred outflows and inflows of resource listed on the face of the financial statements represents aggregated amounts from various sources.

Government-wide Statements

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Deferred Outflows of Resources			
Deferred outflows - pension	\$ 4,319,468	\$ 203,536	\$ 4,523,004
Deferred outflows - OPEB	853,369	85,477	938,846
Total Deferred Outflows of Resources:	\$ 5,172,837	\$ 289,013	\$ 5,461,850
Deferred Inflows of Resources			
Deferred Inflows - pension	\$ 551,840	\$ 106,881	\$ 658,721
Deferred Inflows - OPEB	5,651	551	6,202
Total Deferred Inflows of Resources:	\$ 557,491	\$ 107,432	\$ 664,923

Fund Financial Statements

	Governmental Funds				Total
	General Fund	Capital Projects Fund	HOME Grant Fund	Other Governmental Funds	
Deferred Inflows of Resources					
Deferred inflows - loans	\$ 1,951,620	\$ -	\$ 10,130,450	\$ 2,492,695	\$ 14,574,765
Deferred inflows - grants	-	26,389	-	-	26,389
Deferred inflows - miscellaneous	185,311	7,750	-	17,220	210,281
Total Deferred Inflows of Resources	\$ 2,136,931	\$ 34,139	\$ 10,130,450	\$ 2,509,915	\$ 14,811,435

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 3: DETAILED NOTES (CONT'D)

	Proprietary Funds				
	Parking Fund	Transit Fund	Solid Waste Fund	Building and Safety Fund	Total
Deferred Outflows of Resources					
Deferred outflows - pension	\$ 38,517	\$ 35,698	\$ 19,006	\$ 110,315	\$ 203,536
Deferred outflows - OPEB	10,237	4,146	9,241	61,853	85,477
Total Deferred Outflows of Resources	<u>\$ 48,754</u>	<u>\$ 39,844</u>	<u>\$ 28,247</u>	<u>\$ 172,168</u>	<u>\$ 289,013</u>
Deferred Inflows of Resources					
Deferred inflows - pension	\$ 15,707	\$ 14,500	\$ 14,939	\$ 61,735	\$ 106,881
Deferred inflows - OPEB	65	28	62	396	551
Total Deferred Inflows of Resources	<u>\$ 15,772</u>	<u>\$ 14,528</u>	<u>\$ 15,001</u>	<u>\$ 62,131</u>	<u>\$ 107,432</u>

NOTE 4: EMPLOYEE'S RETIREMENT PLAN

A. Pension Plan

General Information about the Pension Plan

Plan Description – All qualified regular and probationary employees are eligible to participate in the Town's Safety (sworn police) and Miscellaneous (all other employees) Employee Pension Plan (the Plan), cost sharing, multiple employer defined benefit pension plan administered by the California Public Employee's Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and Local Government resolution. CalPERS issues publicly available reports that includes 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 or a beneficiary. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five or more years of total service are eligible to retire at age 50 with or without statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is Optional Settlement 2W Death Benefit. The cost of living adjustments are applied as specified by the California Public Employee's Retirement Law (PERL). The 2.7% at 55 Miscellaneous Plan and the 3.0% at 50 Safety Plan are closed to new entrants.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

The Plans provisions and benefits in effect at June 30, 2020 are summarized below:

Hire Date	Miscellaneous		
	Prior to July 1, 2011 "Tier 1"	July 1, 2011 to December 31, 2012 "Tier 2"	After December 31, 2012 "Tier 3"
Benefit Formula	2.7% @ 55	2.5% @ 55	2.0% @ 62
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	50-55	50-55	52 and up
Monthly Benefits, as a % of eligible compensation	2.0% to 2.7%	2.0% to 2.5%	1.0% to 2.5%
Required Employee Contribution Rates	8%	8%	7.25%
Required Employer Contribution Rates	13.945%	11.533%	7.072%
	Safety		
Hire Date	Prior to July 1, 2011 "Tier 1"	July 1, 2011 to December 31, 2012 "Tier 2"	After December 31, 2012 "Tier 3"
Benefit Formula	3.0% @ 50	3.0% @ 55	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	50 and up	50 and up	50 and up
Monthly Benefits, as a % of eligible compensation	3.0%	2.4% to 3.0%	2.0% to 2.7%
Required Employee Contribution Rates	9%	9%	12.75%
Required Employer Contribution Rates	23.654%	20.603%	13.786%

Funding Policy

The Plan requires employee contributions equal to some percentage of the employee's annual covered salary. The Town has a variety of agreements regarding these employee contributions to the CalPERS retirement program. These agreements must be ratified by the Town Council. Section 20814 (c) of the PERL requires that the employer contribution rates for all public employers to 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. Fund contributions for the Plan are determined annually on an actuarial basis as of June 30, by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The Town is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2020, the contributions to the plan were \$2,200,337.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

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

As of June 30, 2020 the Town reported a net pension liability for its proportionate share of the net pension liability of the Plan as follows:

Proportionate Share of the Net Pension Liability	
Fiscal Year Ending	
June 30, 2020	June 30, 2019
\$13,889,532	\$12,548,765

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

Measurement Date Percentage of Plan Net Pension Liability	Percentage Share of Risk Pool		Change
	June 30, 2020	June 30, 2019	
	June 30, 2019	June 30, 2018	
	0.13555%	0.13022%	0.00533%

For the year ended June 30, 2020, the Town recognized a pension expense of \$3,721,576. At June 30, 2020, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ 938,063	\$ (43,481)
Changes in assumptions	636,810	(200,866)
Net differences between projected and actual earnings on plan investments	-	(228,638)
Changes in employer's proportion	720,047	-
Differences between the employer's contributions and the employer's proportionate share of contributions	27,747	(185,736)
Pension contributions subsequent to measurement date	2,200,337	-
Total	\$ 4,523,004	\$ (658,721)

The \$2,200,337 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, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

Year Ended June 30	Amount
2021	\$ 1,376,457
2022	52,571
2023	189,110
2024	45,808
2025	-
Thereafter	-

Actuarial Assumptions

The total pension liabilities in the June 30, 2019 actuarial valuations were determined using the following actuarial assumptions:

	Assumptions
Valuation Date	June 30, 2018
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.00%
Projected Salary Increase	Varies by Entry Age & Service
Investment Rate of Return	7.15% net of pension plan investment and administrative expenses; includes inflation
Mortality	Derived using CalPERS membership data for all funds
Cost of Living Adjustment (COLA)	Contract COLA up to 2.50% until purchasing power protection allowance floor on purchasing power applies

- (1) The mortality table used was developed based on CalPERS specific data. The Table includes 15 years of mortality improvements using the Society of Actuaries Scale 90% of scale MP 2016. For more details please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

Changes in Assumptions

At its December 2016 meeting, the CalPERS Board of Administration lowered the discount rate from 7.50 percent to 7.00 percent using a three-year phase-in beginning with the June 30, 2016 actuarial valuations. The minimum employer contributions for fiscal year 2020 determined in the valuation were calculated using a discount rate of 7.15 percent. The projected employer contributions are calculated under the assumption that the discount rate will be lowered to 7.00 percent next year as adopted by the Board.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

On December 19, 2017, the CalPERS Board of Administration adopted new actuarial assumptions based on the recommendations in the December 2017 CalPERS Experience Study and Review of Actuarial Assumptions. This study reviewed the retirement rates, termination rates, mortality rates, rates of salary increases and inflation assumption for Public Agencies. These assumptions were incorporated in the actuarial valuations and affected the required contributions for fiscal year 2020. In addition, the Board adopted a new asset portfolio as part of its Asset Liability Management. The new asset mix supports a 7.00 percent discount rate. The reduction of the inflation assumption will be implemented in two steps in conjunction with the decreases in the discount rate. For the June 30, 2018 valuation, an inflation rate of 2.00 percent was used.

The CalPERS Board of Administration has adopted a new amortization policy effective with the June 30, 2019 actuarial valuation. The new policy shortens the period over which actuarial gains and losses are amortized from 30 years to 20 years with the payments computed using a level dollar amount. In addition, the new policy removes the 5-year ramp-up and ramp-down on unfunded actuarial liability (UAL) bases attributable to assumption changes and non-investment gains/losses. The new policy removes the 5-year ramp-down on investment gains/losses. These changes will apply only to new UAL bases established on or after June 30, 2019.

For inactive employers the new amortization policy imposes a maximum amortization period of 15 years for all unfunded accrued liabilities effective June 30, 2017. Furthermore, the plan actuary has the ability to shorten the amortization period on any valuation date based on the life expectancy of plan members and projected cash flow needs to the plan. The impact of this has been reflected in the current valuation results.

The CalPERS Board of Administration adopted a Risk Mitigation Policy that is designed to reduce funding risk over time. This Policy has been suspended during the period over which the discount rate is being lowered. More details on the Risk Mitigation Policy can be found on the CalPERS website.

Allocation amongst Town Funds

The net pension liability has been allocated to the Town's enterprise funds based on their relative annual required pension contributions.

Discount Rate

The discount rate used to measure the total pension liability was 7.15 percent for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the Plan, CalPERS stress tested the plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans ran out of assets. Therefore, the current 7.15 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.15 percent will be applied to all plans in the Public Employee's Retirement Fund. The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

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

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE’S RETIREMENT PLAN (CONT’D)

In determining the long-term expected real rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund (Public Employee’s Retirement Fund) cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds’ asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using the building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown below was adopted by the CalPERS Board effective July 1, 2018.

Asset Class	New Strategic Allocation	Real Return Years 1-10(a)	Real Return Years 11+ (b)
Global equity	50.00%	4.80%	5.98%
Fixed income	28.00%	1.00%	2.62%
Inflation assets	0.00%	0.77%	1.81%
Private equity	8.00%	6.30%	7.23%
Real assets	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%

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

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

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

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

	Discount Rate	Current	
		Discount Rate	Discount Rate
Net Pension Liability (Asset)	-1% (6.15%)	(7.15%)	+1% (8.15%)
Measurement Date		June 30, 2019	
Fiscal Year End		June 30, 2020	
Net Pension Liability	\$ 22,424,233	\$ 13,889,532	\$ 6,858,844

Pension Plan Fiduciary Net Position

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

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE’S RETIREMENT PLAN (CONT’D)

B. Deferred Compensation 457 Plan

The Town maintains deferred compensation plans for its employees. These plans were created in accordance with the Internal Revenue Service’s Code Section 457. They are available to all regular Town employees and permit them to defer a portion of their salary until future years. The deferred compensation is not available to the employees for withdrawal until termination, retirement, death or unforeseen emergency. The Town has no liability for losses for these plans but does have the duty of due care that would be required of an ordinary and prudent investor. The Town has not reflected these plan’s assets or corresponding liabilities (if any) on the accompanying financial statements.

C. Other Post Retirement Benefits (OPEB)

Plan Description

The Town has established a Retiree Healthcare Plan (HC Plan), and participates in an agent multiple-employer defined-benefit retiree healthcare plan. The HC Plan provides employees who retire directly from the Town, at a minimum age of 50, with a minimum of five years of service, the Public Employees’ Medical and Hospital Care Act (PEMHCA) minimum benefit under the “unequal method”. Monthly PEMHCA minimum contribution for active employees in 2020 is \$139 and projected to be \$143 in 2021. The Town’s payment toward retiree premiums is the minimum monthly amount permitted under PEHMCA, which is not less than 5% of the active contribution times the number of years the Town has been in PEHMCA. The Town joined PEMHCA in 2012. The Town’s contribution for retirees is \$55.60 in 2019 and projected to be \$64.35 in 2021. Surviving spouses of retirees who elect the survivorship benefit are also eligible for this benefit. A separate financial report is not prepared for the HC Plan.

Employees Covered

As of the June 30, 2019 measurement date, the following current and former employees were covered by the benefit terms under the HC Plan:

	Number of Covered Employees at June 30, 2019
Inactives receiving benefits	13
Inactives entitled to benefit payment	38
Active Employees	116
	<u>167</u>

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 Town and the bargaining units. The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2020, the Town’s cash contributions were \$120,699 in payments to the trust and \$10,161 in cash payments for retiree health insurance and the estimated implied subsidy was \$56,999 resulting in total payments of \$187,859. In fiscal year 2012, the Town created a trust with California Employers’ Retiree Benefit Trust (CERBT) for the purpose of prefunding obligations for past services.

TOWN OF TRUCKEE, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

Net OPEB Liability

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

Actuarial Assumptions	June 30, 2019 Measurement Date
Discount Rate	- 5.5% at June 30, 2019 - 5.5% at June 30, 2018
Long-term Expected Rate of Return on Investments	- 5.5% at June 30, 2019, net of investment expenses - 5.5% at June 30, 2018, net of investment expenses
General Inflation	2.75% per annum
Contribution Policy	Employer contributes full actuarially determined contributions
Mortality, Disability, Termination, Retirement	CalPERS 1997-2015 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-19
Trend	- Pre-Medicare: 7.25% for 2021, decreasing to 4.0% for 2076 and later - Medicare: 6.3% for 2021, decreasing to 4.0% for 2076 and later - PEMHCA minimum increases: 4.25% annually
Healthcare Participation for Future Retirees	Based on FY at retirement: - 2018-2020: 30% - 2021-2025: 40% - 2026+: 50%
Spousal Coverage	- Future Retirees: 60% at retirement - Retirees: Same as current election

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.

The long-term expected rate of return on OPEB plan investments was determined using a building block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

Asset Class	Target Allocation	Expected Real Rate of Return
Equities	22%	4.82%
Fixed income	49%	1.47%
TIPS	16%	1.29%
Commodities	5%	0.84%
REITs	8%	3.76%
Assumed Long-Term Rate of Inflation		2.75%
Expected Long-Term Net Rate of Return		5.50%
Discount Rate		5.50%

* CERBT Strategy 3. Provided by CalPERS Strategic Asset Allocation Analysis
Review in August 2014

Discount Rate

The discount rate used to measure the total OPEB liability was 5.50 percent. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the OPEB Liability

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

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (c) = (a) - (b)
Balance at June 30, 2019 <i>(Measurement Date at June 30, 2018)</i>	\$ 1,260,598	\$ 726,160	\$ 534,438
Changes recognized for the measurement period:			
Service Cost	94,738	-	94,738
Interest	73,909	-	73,909
Changes of benefit terms	-	-	-
Difference between expected and actual experience	663,210	-	663,210
Changes of assumptions	165,203	-	165,203
Contributions - employer	-	125,518	(125,518)
Contributions - employee	-	-	-
Net investment income	-	58,709	(58,709)
Benefit payments including refunds	(23,088)	(23,088)	-
Administrative expense	-	(528)	528
Net Changes	973,972	160,611	813,361
Balance at June 30, 2020 <i>(Measurement Date June 30, 2019)</i>	\$ 2,234,570	\$ 886,771	\$ 1,347,799

TOWN OF TRUCKEE, CALIFORNIA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

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

The following presents the net OPEB liability of the Town 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, 2019:

	Discount Rate		
	Current		
	Discount Rate -1% (4.50%)	Discount Rate (5.50%)	Discount Rate +1% (5.50%)
Net OPEB Liability	\$ 1,745,970	\$ 1,347,799	\$ 1,033,491

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

The following presents the net OPEB liability of the Town 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, 2019:

	Healthcare Trend Rate		
	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
	Net OPEB Liability	\$ 1,010,325	\$ 1,347,799

OPEB Plan Fiduciary Net Position

CERBT issues a publicly available financial report that may be obtained from CalPERS at PO Box 942709, Sacramento, CA 94229-2709.

Recognition of Deferred Outflows and Deferred Inflows of Resources

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

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

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

Net difference between projected and actual earnings on OPEB plan investments	5 years
All other amounts	Expected average remaining service lifetime (EARSL) (6.0 years at June 30, 2017)

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

For the fiscal year ended June 30, 2020, the Town recognized OPEB expense of \$203,310. As of fiscal year ended June 30, 2020, the Town reported deferred outflows of resources related to OPEB from the following sources:

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 4: EMPLOYEE'S RETIREMENT PLAN (CONT'D)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$ 601,226	\$ -
Changes in assumptions	149,761	-
Net differences between projected and actual earnings on plan investments	-	6,202
Employer contributions made subsequent to the measurement date	187,859	-
Total	<u>\$ 938,846</u>	<u>\$ 6,202</u>

The \$187,859 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2019 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2021. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

Year Ended June 30	Deferred Outflows/(Inflows) of Resources
2021	\$ 76,870
2022	76,878
2023	75,504
2024	74,230
2025	77,422
Thereafter	363,881

NOTE 5: RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town joined with other municipalities to participate in the Public Agency Risk Sharing Authority of California (PARSAC) for general liability, vehicle liability, errors and omissions, workers' compensation, and employers' liability purposes. PARSAC is a public entity risk pool that serves as a common risk management and insurance program. PARSAC is under the control and direction of a nine member executive committee consisting of representatives from 35 member entities. The Town pays an annual premium to PARSAC for its insurance coverage. The agreements with PARSAC provide that the risk pool will be self-sustaining through member premiums and will reinsure through commercial companies for excess coverage.

The Town is liable for self-insured retention (SIR) or deductible in the amount of \$50,000 for a liability claim and \$25,000 for a worker's compensation claim. Three times each SIR has been restricted, as part of the General Fund balance should a claim occur.

Complete audited financial statements for PARSAC can be obtained via mail at 1525 Response Road, Suite One, Sacramento, CA 95815-4805.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 5: RISK MANAGEMENT (CONT'D)

The Town continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three fiscal years.

There is no claims liability to be reported based on the requirements of Governmental Accounting Standards Board Statement No. 10. Statement No. 10 requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

NOTE 6: OTHER INFORMATION

A. Construction Commitments

The Town has signed agreements for \$31,825,690 in various construction projects that were not complete as of June 30, 2020. Construction completed and paid subsequent to June 30, 2020 on these projects was \$3,590,074.

B. Contingent Liabilities

Amounts received or receivables from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

C. Public Health Emergency

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

NOTE 7: PRIOR PERIOD ADJUSTMENTS

Total beginning government wide net position is being restated as follows:

<u>Government-Wide</u>	<u>Description of Restatement</u>	<u>Amount</u>
Governmental Activities	Adjust Capital Equipment - Record Fixed Asset Disposal from Prior Year(s)	\$ (931,395)
	Correct accumulated depreciation retroactively for Recorded Asset Disposals	868,694
	Total Governmental Activities	<u>\$ (62,701)</u>
	Total Government-Wide Restatement	<u><u>\$ (62,701)</u></u>

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 8: SUBSEQUENT EVENTS

On July 1, 2020, the Town Manager of the Town of Truckee retired. On October 26, 2020 after an extensive recruitment and hiring process was conducted the new Town Manager selected by Council began employment.

NOTE 9: FIDUCIARY FUND

The Town of Truckee Redevelopment Agency (“the Agency”) was organized under the State of California Community Redevelopment Law. The governing body was substantially the same as the primary government and the Town and its component units were financial interdependent, hence the unit had been presented by blending with the primary government. The Agency was dissolved as of January 31, 2012 and therefore is no longer reported as a component unit. The Town no longer issues separate financial statements for the Agency or its successor. The Redevelopment Successor Agency is reported as a fiduciary fund in the financial statements.

A. Cash and Investments

Total cash and investments as of June 30, 2020 are presented on the Agency’s financial statements as follows:

Investments	\$ 12,774,759
Total Cash and Investments	\$ 12,774,759

Total cash and investments as of June 30, 2020 of the Agency at fair value are comprised of the following:

Cash and Deposits:	
Deposits with fiscal agents	\$ 8,462
Total Cash and Deposits	\$ 8,462
Investments:	
In Town's pool	344,126
With fiscal agents	12,422,171
Total Investments	\$ 12,766,297
Total Cash and Investments	\$ 12,774,759

Deposits

The California Government Code requires California banks and savings and loan associations to collateralize an Agency’s deposits by pledging government securities. The market value of pledged securities must equal at least 110% of an Agency’s deposits. California law also allows financial institutions to collateralize Agency deposits by pledging first trust deed mortgage notes having a value of 150% of an Agency’s total deposits. The Agency may waive collateral requirements for deposits, which are fully insured up to the \$250,000 by Federal Deposit insurance.

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 9: FIDUCIARY FUND (CONT'D)

Investments

The Agency bond proceeds investment policy authorized investments include:

Investment Category	Standard
Treasury Issues	No limitations
Government sponsored Agency Issues	No limitations
Banker's Acceptances	A-1 and P-1 rated or better
Commercial Paper	A-1 and P-1 rated or better
Money Market Mutual Funds	Aaa or AAA rated
Investment Agreements	Not currently used
Repurchase Agreements	Not currently used
LAIF	No limitations

As of June 30, 2020, the Agency had the following investments:

	Maturities			Fair Value	Weighted Average
	0 - 1 year	1 - 5 years	Over 5 years		Maturity (Years)
Investments in Investment Pool					
U.S. Government Agency Securities	\$ 12,422,171	\$ -	\$ -	\$ 12,422,171	\$ -
Local Agency Investment Fund (LAIF)	344,126	-	-	344,126	-
Total Investments in Investment Pool	\$ 12,766,297	\$ -	\$ -	\$ 12,766,297	\$ -

Interest Rate Risk

Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer there is until the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. All investments of the Agency are invested in accordance with the investment policies of the Agency. Of the Agency's \$344,126 investment portfolio, 100% of the investments have a maturity of one year or less. The Agency had no investments that were highly sensitive to interest rate fluctuations as of June 30, 2020.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law and Agency investment pool policy limits investments in commercial paper to the rating of A1 by Standards & Poor's or P-1 by Moody's Investors Service. The Agency does not have credit limits on U.S. Government securities or U.S. Government agency securities.

Investments at June 30, 2020	Standard &	% of Portfolio
	Poor's	
	AA+	0.0%
Federal Home Loan Bank	AA+	0.0%
Federal National Mortgage Assoc	AA+	0.0%
Federal Farm Credit Bank	AA+	0.0%
US Treasury	TSY	97.3%
Corporate Obligations	AA+	0.0%
LAIF	Unrated	2.7%
Total		<u>100.0%</u>

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 9: FIDUCIARY FUND (CONT'D)

Custodial Credit Risk

Custodial credit risk is the risk of loss associated with holding investments that are not covered by depository insurance. At year-end, the Agency did not participate in any repurchase agreements or securities lending that would result in any possible risk in this area.

Concentration of Credit Risk

None of the portfolio was invested in U.S. Government or Agencies issues, corporate notes, or money market funds as of June 30, 2020.

Investment in Local Agency Investment Fund

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

At June 30, 2020, the Agency's investment position in LAIF was \$344,126. The total amount invested by all public agencies in LAIF on that day was \$101,607,078,218. Of that amount, 96.11% is invested in non-derivative financial products and 3.89% in structured notes and asset backed securities

B. Notes Receivable

Notes receivable include notes for economic development, improvements to the former Redevelopment Project area, historical preservation, and down-payment assistance.

Notes receivable are recorded at their net realizable value.

C. Capital Assets

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

Fiduciary Activities	Balance July 1, 2019	Additions	Retirements	Transfers	Balance June 30, 2020
Capital Assets, Being Depreciated:					
Buildings and Improvements	\$ 67,440	\$ -	\$ -	\$ -	\$ 67,440
Equipment	150,376	-	-	-	150,376
Total Capital Assets, Being Depreciated	<u>217,816</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>217,816</u>
Less Accumulated Depreciation For:					
Buildings and Improvements	(67,440)	-	-	-	(67,440)
Equipment	(150,376)	-	-	-	(150,376)
Total Accumulated Depreciation	<u>\$ (217,816)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (217,816)</u>
Total Capital Assets, Being Depreciated, Net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fiduciary Activities Capital Assets, Net	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 9: FIDUCIARY FUND (CONT'D)

Depreciation

There were no depreciation charges for the year ended June 30, 2020 as all assets of the Redevelopment Successor Agency have been fully depreciated.

D. Long-term Liabilities

The following is a summary of all long-term liabilities activity for the fiscal year ended June 30, 2020:

	Balance July 1, 2019	Additions/ Adjustments	Retirements	Balance June 30, 2020	Amounts Due Within One Year
Tax Increment Revenue Bonds	\$ 12,225,000	\$ 9,670,000	\$ (160,000)	\$ 21,735,000	\$ 12,395,000
Less: Unamortized Discount	(38,456)	-	1,862	(36,594)	(36,594)
Add: Unamortized Premium	-	1,499,123	-	1,499,123	74,362
Tax Increment Revenue Bonds, Net	12,186,544	11,169,123	(158,138)	23,197,529	12,432,768
Compensated Absences (Note 1N)	20,153	-	(8,590)	11,563	674
Total Fiduciary Activities - Long-term Liabilities	<u>\$ 12,206,697</u>	<u>\$ 11,169,123</u>	<u>\$ (166,728)</u>	<u>\$ 23,209,092</u>	<u>\$ 12,433,442</u>

Long-term liabilities due within one year are net of amortized discount.

As of June 30, 2020, tax increment bonds consisted of the following:

	Fiduciary Activities
Tax increment Bonds Series 2010, dated February 9, 2010, in the amount of \$9,385,000 (Series 2010A) and \$3,355,000 (Series 2010B) for a total issue of \$12,740,000, payable in annual installments of \$40,000 to \$1,085,000. Series 2010A interest rate of 3.000% to 5.375% and maturity on September 1, 2037 and Series 2010B Recovery Zone Economic Development Bonds (Taxable) with an interest rate of 8.193% prior to the 45% United States Treasury subsidy (net interest rate of 4.51%).	\$ 12,065,000
Tax increment Bonds Series 2020, in escrow as of June 24, 2020 will have a final date of September 1, 2020, in the amount of \$9,670,000, payable in annual installments of \$330,000 to \$685,000. Series 2020 interest rate of 3.00% to 4.00% and maturity on September 1, 2040.	9,670,000
Total Bonds	<u>\$ 21,735,000</u>

TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 9: FIDUCIARY FUND (CONT'D)

The annual aggregate maturities for years subsequent to June 30, 2020 are as follows:

Tax Increment Bonds	Community Development Activities				
Year Ended June 30	Principal	Total Gross Interest	Less US Treasury Subsidy	Net Interest	Total Principal & Net Interest
2021	\$ 12,395,000	\$ 743,725	\$ (61,847)	\$ 681,878	\$ 13,076,878
2022	340,000	373,600	-	373,600	713,600
2023	350,000	360,000	-	360,000	710,000
2024	365,000	346,000	-	346,000	711,000
2025	380,000	331,400	-	331,400	711,400
2026-2030	2,140,000	1,416,400	-	1,416,400	3,556,400
2031-2035	2,600,000	953,000	-	953,000	3,553,000
2036-2040	3,165,000	389,600	-	389,600	3,554,600
	<u>\$ 21,735,000</u>	<u>\$ 4,913,725</u>	<u>\$ (61,847)</u>	<u>\$ 4,851,878</u>	<u>\$ 26,586,878</u>

Bonds are refunded to retire all or a portion of an outstanding bond issue. Most typically, a refunding is done to refinance at a lower interest rate to reduce overall debt service. On October 22, 2020 Council authorized the issuance of Town of Truckee Redevelopment Successor Agency, Tax Allocation Refunding Bonds, Series 2020. This transaction is refunds two series of bond issuances; Series A consisted of \$9,385,000 in Tax-Exempt Bank Qualified Tax Allocation Revenue Bonds and Series B consisted of \$3,355,000 of Taxable Recovery Zone Economic Development Bonds ("RZEDB") issued under the provisions of the American Recovery and Reinvestment Act of 2009. The Agency had a 45% interest rate subsidy on RZEDB bonds from the federal government.

On June 24, 2020, the Series 2020 bonds were issued with a par of \$9,670,000 million at an original issue premium of \$1,499,123 million and the proceeds were placed in escrow. This financing matures in 2040 and will provide annual average cost reductions of \$155,000. The savings will be redistributed to the overlapping entities of the redevelopment area, of which the Town is expected to receive \$21,100 annually. The Series A and Series B bonds will be called on September 1, 2020.



REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULES



TOWN OF TRUCKEE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Taxes and assessments	\$ 21,430,808	\$ 21,430,808	\$ 22,926,595	\$ 1,495,787
Licenses and permits	195,000	195,000	263,681	68,681
Fines and forfeitures	187,433	187,433	128,511	(58,922)
Use of money and property	709,609	709,609	1,173,072	463,463
Intergovernmental revenues	1,801,954	1,801,954	2,074,900	272,946
Charges for services	1,132,905	1,132,905	1,334,319	201,414
Other revenues	536,100	536,100	649,272	113,172
Total Revenues:	<u>25,993,809</u>	<u>25,993,809</u>	<u>28,550,350</u>	<u>2,556,541</u>
Expenditures				
Current:				
General Government	5,619,750	5,619,750	5,219,095	400,655
Public Safety	7,122,776	7,122,776	6,672,555	450,221
Public Works	7,144,356	7,144,356	6,199,740	944,616
Community Development	1,131,284	1,131,284	1,105,220	26,064
Facilities	1,424,069	1,424,069	1,299,140	124,929
Capital outlay:	41,000	41,000	4,424	36,576
Total Expenditures:	<u>22,483,235</u>	<u>22,483,235</u>	<u>20,500,174</u>	<u>1,983,061</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>3,510,574</u>	<u>3,510,574</u>	<u>8,050,176</u>	<u>4,539,602</u>
Other financing sources (uses):				
Transfers in	2,759,401	2,759,401	2,508,975	(250,426)
Transfers out	(17,398,134)	(17,482,134)	(10,836,856)	6,645,278
Total Other financing sources (uses):	<u>(14,638,733)</u>	<u>(14,722,733)</u>	<u>(8,327,881)</u>	<u>6,394,852</u>
Net Change in Fund Balances:	<u>(11,128,159)</u>	<u>(11,212,159)</u>	<u>(277,705)</u>	<u>10,934,454</u>
Fund Balances - Beginning	37,022,427	37,022,427	37,022,427	-
Fund Balances - Ending:	<u>\$ 25,894,268</u>	<u>\$ 25,810,268</u>	<u>\$ 36,744,722</u>	<u>\$ 10,934,454</u>

The notes to the required supplementary information are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
MEASURE R TRAILS FUND - MAJOR SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Taxes and assessments	\$ 1,253,730	\$ 1,253,730	\$ 1,377,379	\$ 123,649
Use of money and property	77,814	77,814	136,920	59,106
Total Revenues:	<u>1,331,544</u>	<u>1,331,544</u>	<u>1,514,299</u>	<u>182,755</u>
Expenditures				
Current:				
Public Works	-	-	1,144	(1,144)
Total Expenditures:	<u>-</u>	<u>-</u>	<u>1,144</u>	<u>(1,144)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>1,331,544</u>	<u>1,331,544</u>	<u>1,513,155</u>	<u>181,611</u>
Other financing sources (uses):				
Transfers out	(708,540)	(968,511)	(513,827)	454,684
Total Other financing sources (uses):	<u>(708,540)</u>	<u>(968,511)</u>	<u>(513,827)</u>	<u>454,684</u>
Net Change in Fund Balances:	623,004	363,033	999,328	636,295
Fund Balances - Beginning	4,302,552	4,302,552	4,302,552	-
Fund Balances - Ending:	<u>\$ 4,925,556</u>	<u>\$ 4,665,585</u>	<u>\$ 5,301,880</u>	<u>\$ 636,295</u>

The notes to the required supplementary information are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 TRAFFIC IMPACT FEES FUND - MAJOR SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Use of money and property	\$ 145,842	\$ 145,842	\$ 271,565	\$ 125,723
Charges for services	1,000,000	1,000,000	2,499,290	1,499,290
Total Revenues:	<u>1,145,842</u>	<u>1,145,842</u>	<u>2,770,855</u>	<u>1,625,013</u>
Expenditures				
Current:				
Public Works	6,000	6,000	12,553	(6,553)
Total Expenditures:	<u>6,000</u>	<u>6,000</u>	<u>12,553</u>	<u>(6,553)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>1,139,842</u>	<u>1,139,842</u>	<u>2,758,302</u>	<u>1,618,460</u>
Other financing sources (uses):				
Transfers out	(597,500)	(604,500)	(642,724)	(38,224)
Total Other financing sources (uses):	<u>(597,500)</u>	<u>(604,500)</u>	<u>(642,724)</u>	<u>(38,224)</u>
Net Change in Fund Balances:	542,342	535,342	2,115,578	1,580,236
Fund Balances - Beginning	7,724,899	7,724,899	7,724,899	-
Fund Balances - Ending:	<u>\$ 8,267,241</u>	<u>\$ 8,260,241</u>	<u>\$ 9,840,477</u>	<u>\$ 1,580,236</u>

The notes to the required supplementary information are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 MEASURE V ROAD MAINTENANCE FUND - MAJOR SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Taxes and assessments	\$ 2,597,390	\$ 2,597,390	\$ 2,779,888	\$ 182,498
Use of money and property	28,840	28,840	85,563	56,723
Other revenues	-	-	20,259	20,259
Total Revenues:	<u>2,626,230</u>	<u>2,626,230</u>	<u>2,885,710</u>	<u>259,480</u>
Expenditures				
Current:				
Public Works	-	8,000	2,019	5,981
Total Expenditures:	<u>-</u>	<u>8,000</u>	<u>2,019</u>	<u>5,981</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>2,626,230</u>	<u>2,618,230</u>	<u>2,883,691</u>	<u>265,461</u>
Other financing sources (uses):				
Transfers out	(2,618,263)	(2,693,263)	(1,649,379)	1,043,884
Total Other financing sources (uses):	<u>(2,618,263)</u>	<u>(2,693,263)</u>	<u>(1,649,379)</u>	<u>1,043,884</u>
Net Change in Fund Balances:	<u>7,967</u>	<u>(75,033)</u>	<u>1,234,312</u>	<u>1,309,345</u>
Fund Balances - Beginning	1,851,117	1,851,117	1,851,117	-
Fund Balances - Ending:	<u>\$ 1,859,084</u>	<u>\$ 1,776,084</u>	<u>\$ 3,085,429</u>	<u>\$ 1,309,345</u>

The notes to the required supplementary information are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 TOWN SPECIAL SERVICE AREAS FUND - MAJOR SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Taxes and assessments	\$ 774,000	\$ 774,000	\$ 776,521	\$ 2,521
Use of money and property	106,651	106,651	153,116	46,465
Total Revenues:	<u>880,651</u>	<u>880,651</u>	<u>929,637</u>	<u>48,986</u>
Expenditures				
Current:				
Public Works	9,150	9,150	4,622	4,528
Total Expenditures:	<u>9,150</u>	<u>9,150</u>	<u>4,622</u>	<u>4,528</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>871,501</u>	<u>871,501</u>	<u>925,015</u>	<u>53,514</u>
Other financing sources (uses):				
Transfers out	(480,447)	(1,480,477)	(544,461)	936,016
Total Other financing sources (uses):	<u>(480,447)</u>	<u>(1,480,477)</u>	<u>(544,461)</u>	<u>936,016</u>
Net Change in Fund Balances:	391,054	(608,976)	380,554	989,530
Fund Balances - Beginning	5,506,058	5,506,058	5,506,058	-
Fund Balances - Ending:	<u>\$ 5,897,112</u>	<u>\$ 4,897,082</u>	<u>\$ 5,886,612</u>	<u>\$ 989,530</u>

The notes to the required supplementary information are an integral part of this statement.



REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF COST SHARING DEFINED BENEFIT PENSION PLAN



TOWN OF TRUCKEE, CALIFORNIA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES FOR THE COST SHARING DEFINED BENEFIT PENSION PLAN
 TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 AS OF JUNE 30, 2020
 LAST TEN FISCAL YEARS*

As of June 30,	2020	2019	2018	2017	2016	2015
Measurement Date as of June 30,	2019	2018	2017	2016	2015	2014
Portion of the net pension liability	0.135550%	0.130220%	0.128270%	0.124370%	0.120798%	0.172250%
Proportionate share of the net pension liability	\$ 13,889,532	\$ 12,548,765	\$ 12,720,474	\$ 10,761,789	\$ 8,291,496	\$ 6,672,012
Covered payroll	\$ 9,917,135	\$ 9,935,645	\$ 8,988,575	\$ 8,529,783	\$ 8,098,016	\$ 7,249,592
Proportionate share of the net pension liability as percentage of covered payroll	140.06%	126.30%	141.52%	126.17%	102.39%	92.03%
Plan fiduciary net position as a percentage of the total pension liability	75.26%	75.26%	73.31%	74.06%	78.40%	79.82%

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

The notes to the required supplementary information are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES FOR THE COST SHARING DEFINED BENEFIT PENSION PLAN
 CONTRIBUTIONS
 AS OF JUNE 30, 2020
 LAST TEN FISCAL YEARS*

As of June 30,	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution (actuarially determined)	\$ 2,200,337	\$ 1,911,834	\$ 1,597,901	\$ 1,599,871	\$ 1,437,532	\$ 1,503,497
Contributions in relation to the actuarially determined contributions	\$ 2,200,337	\$ 1,911,834	\$ 1,597,901	\$ 1,599,871	\$ 1,437,532	\$ 1,503,497
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 10,629,568	\$ 9,917,135	\$ 9,935,645	\$ 8,988,575	\$ 8,529,783	\$ 8,098,016
Contributions as a percentage of covered payroll	20.70%	19.28%	16.08%	17.80%	16.85%	18.57%

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

The notes to the required supplementary information are an integral part of this statement.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF OTHER POST EMPLOYMENT BENEFITS



TOWN OF TRUCKEE, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
FOR THE MEASUREMENT PERIOD ENDING JUNE 30, 2018
LAST TEN FISCAL YEARS*

<i>Measurement Period</i>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB Liability			
Service cost	\$ 94,738	\$ 91,979	\$ 89,300
Interest on the total OPEB liability	73,909	66,265	59,335
Actual and expected experience difference	663,210	-	-
Changes in assumptions	165,203	-	-
Changes in benefit terms	-	-	-
Benefit payments	(23,088)	(20,967)	(29,650)
Net Change in total OPEB Liability	<u>973,972</u>	<u>137,277</u>	<u>118,985</u>
Total OPEB Liability - beginning	<u>1,260,598</u>	<u>1,123,321</u>	<u>1,004,336</u>
Total OPEB Liability - ending (a)	<u>\$ 2,234,570</u>	<u>\$ 1,260,598</u>	<u>\$ 1,123,321</u>
Plan Fiduciary Net Position			
Contribution - employer	\$ 125,518	\$ 144,250	\$ 148,746
Net investment income	58,709	28,706	20,407
Benefit payments	(23,088)	(20,967)	(29,650)
Administrative expense	(528)	(1,535)	(248)
Net change in plan fiduciary net position	<u>160,611</u>	<u>150,454</u>	<u>139,255</u>
Plan fiduciary net position - beginning	<u>726,160</u>	<u>575,706</u>	<u>436,451</u>
Plan fiduciary net position - ending (b)	<u>\$ 886,771</u>	<u>\$ 726,160</u>	<u>\$ 575,706</u>
Net OPEB liability - ending (a) - (b)	<u>\$ 1,347,799</u>	<u>\$ 534,438</u>	<u>\$ 547,615</u>
Plan fiduciary net position as a percentage of total OPEB liability	39.70%	57.60%	51.30%
Covered payroll ¹	\$ 10,427,136	\$ 9,334,958	\$ 8,803,289
Net OPEB liability as a percentage of covered payroll	12.9%	5.7%	6.2%

* Fiscal year 2017 was the first year of implementation, therefore only three years are shown

¹ Contributions are a flat dollar amount per month and are not based on a measure of pay

The notes to the required supplementary information are an integral part of this statement.

TOWN OF TRUCKEE, CALIFORNIA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF OPEB ACTUARIALLY DETERMINED CONTRIBUTIONS
 AS OF JUNE 30, 2020
 LAST TEN FISCAL YEARS*

Fiscal Year Ended June 30	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially Determined Contribution (ADC)	\$ 187,556	\$ 141,968	\$ 138,976
Contributions in relation to ADC	187,859	125,518	144,250
Contribution deficiency (excess)	<u>\$ (303)</u>	<u>\$ 16,450</u>	<u>\$ (5,274)</u>
Covered payroll ¹	\$ 10,440,289	\$ 10,367,646	\$ 9,165,306
Contributions as a percentage of covered payroll	1.8%	1.2%	1.6%

* Fiscal year 2017 was the first year of implementation, therefore only three years are shown

The notes to the required supplementary information are an integral part of this statement.

REQUIRED SUPPLEMENTARY INFORMATION
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION



TOWN OF TRUCKEE, CALIFORNIA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

A. BUDGETARY BASIS OF ACCOUNTING

The approved Town procedures for establishing the budgetary data reflected in the financial statements are as follows:

1. Each year, the Administrative Services Department submits to the Town Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and estimated revenues.

Public meetings are to be conducted to obtain taxpayer comments.

By July 1, after adjustment as directed by the Town Council, the budget is legally enacted through council motion.

2. Council approval is required for transfers between funds, or for an increase in total appropriations. Therefore, the level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis (General Government, Public Safety, Public Works etc.).
3. Formal budgetary integration is employed as a management control device during the year for the General Fund and certain Special Revenue Funds. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant adjustments.
4. All unused appropriations for budgeted amounts lapse at the end of the fiscal year.
5. Individual fund budgetary comparisons are not presented at the detail budget level due to their excessive length. A separate document presenting this information is available. The following funds did not have a legally adopted budget for the fiscal year ended June 30, 2020: Debt Service Fund, Abandoned Vehicle Abatement Fund, Downtown In-Lieu Parking Fund, Town Housing Fund, PEG Fund, Infrastructure In-Lieu Fund, Joerger Ranch Maintenance Fund, Railyard CFD Fund, COPS Fund, Donner Pass Road CFD, Gas Tax Fund, BEGIN Housing Reimb Grant Fund, HOME Misc Income Fund, HOME Re-Use Fund, CDBG – Misc Income Fund, CDBG 01-STBG-1614 Fund, CDBG 10-STBG-6741 Fund, 15-CDBG-10566 Fund, Housing Assistance Fund, Program Income Fund, CalHome Grant Fund, or the Asset Forfeiture Fund.

The Town does not use encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation.

B. EXCESS EXPENDITURES OVER BUDGETARY APPROPRIATIONS

The Town's General Fund and major special revenue funds did not have any material excess expenditures over appropriations for fiscal year 2020.

TOWN OF TRUCKEE, CALIFORNIA
 NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

C. ASSUMPTIONS – COST SHARING DEFINED BENEFIT PENSION PLAN

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 calculation of the discount rate a crossover test is performed by CalPERS on a miscellaneous plan and a safety plan. Based on the testing of those plan investments, the tests revealed that the assets would not run out. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability for the Plan. The crossover test results can be found on the CalPERS' website at <https://www.calpers.ca.gov/page/employers/actuarial-services/gasb>.

D. ACTUARIAL ASSUMPTIONS – OTHER POST EMPLOYMENT BENEFITS

Actuarial methods and assumptions used to set the actuarially determined contributions for fiscal 2020 were from the June 30, 2019 valuation.

Methods and assumptions used to determine contributions:

Assumptions	
Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level Percent of Pay, Direct Rate Smoothing
Remaining Amortization Periods	No More Than 30 Years
Actuarial Assumptions:	
Discount Rate	7.25%
Inflation	2.625%
Projected Salary Increase	Varies by Entry Age & Service
Investment Rate of Return	7.25% net of pension plan investment and administrative expenses; includes inflation
Mortality	Derived using CalPERS membership data for all funds. The post-retirement mortality rates include 15 years of projected on-going mortality improvement using 90 percent of Scale MP 2016 published by the Society of Actuaries

COMBINING FUND STATEMENTS AND SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS

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

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Cash and investments	\$ 5,583,370	\$ 5,351,948	\$ 10,935,318
Accounts receivable	19,279	6,800	26,079
Interest receivable	14,041	-	14,041
Taxes receivable	4,880	-	4,880
Due from other governments	20,494	-	20,494
Loans receivable	4,151,491	-	4,151,491
Total Assets:	<u>\$ 9,793,555</u>	<u>\$ 5,358,748</u>	<u>\$ 15,152,303</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities:			
Accounts payable	\$ 68,938	\$ -	\$ 68,938
Deposits payable	80,000	-	80,000
Due to other funds	128	-	128
Unearned revenue	1,658,860	-	1,658,860
Total Liabilities:	<u>1,807,926</u>	<u>-</u>	<u>1,807,926</u>
Deferred Inflows of Resources:			
Deferred inflows	\$ 2,509,915	\$ -	\$ 2,509,915
Total Deferred Inflows of Resources:	<u>2,509,915</u>	<u>-</u>	<u>2,509,915</u>
Fund Balances:			
Restricted	\$ 5,446,773	\$ -	\$ 5,446,773
Assigned	28,941	5,358,748	5,387,689
Total Fund Balances:	<u>5,475,714</u>	<u>5,358,748</u>	<u>10,834,462</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 9,793,555</u>	<u>\$ 5,358,748</u>	<u>\$ 15,152,303</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Taxes and assessments	\$ 2,839,286	\$ -	\$ 2,839,286
Use of money and property	144,621	-	144,621
Intergovernmental revenues	143,475	1,084,252	1,227,727
Charges for services	870,255	-	870,255
Other revenues	202,225	-	202,225
Total Revenues:	4,199,862	1,084,252	5,284,114
Expenditures			
Current:			
Public Safety	\$ 81,816	\$ 7,128	\$ 88,944
Public Works	76,236	19,795	96,031
Community Development	49,471	-	49,471
Capital Outlay	-	1,506,917	1,506,917
Total Expenditures:	207,523	1,533,840	1,741,363
Excess (Deficiency) of Revenues Over (Under) Expenditures:	3,992,339	(449,588)	3,542,751
Other financing sources (uses):			
Transfers in	\$ 1,539,790	\$ -	\$ 1,539,790
Transfers out	(4,815,571)	-	(4,815,571)
Total Other financing sources (uses):	(3,275,781)	-	(3,275,781)
Net Change in Fund Balances:	716,558	(449,588)	266,970
Fund Balances - Beginning	4,759,156	5,808,336	10,567,492
Fund Balances - Ending:	\$ 5,475,714	\$ 5,358,748	\$ 10,834,462



COMBINING FUND STATEMENTS AND SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2020

	Abandoned Vehicle Abatement Fund	Air Quality Mitigation Fund	Downtown In-Lieu Parking Fund	Town Housing Fund
Assets				
Cash and investments	\$ 31,604	\$ 194,657	\$ 121,130	\$ 266,880
Accounts receivable	-	-	13,545	-
Interest receivable	72	559	253	541
Taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Loans receivable	-	-	-	552,778
Total Assets:	\$ 31,676	\$ 195,216	\$ 134,928	\$ 820,199
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities:	-	-	-	-
Deferred Inflows of Resources:				
Deferred inflows	-	-	13,545	552,778
Total Deferred Inflows of Resources:	-	-	13,545	552,778
Fund Balances:				
Restricted	31,676	195,216	121,383	267,421
Assigned	-	-	-	-
Total Fund Balances:	31,676	195,216	121,383	267,421
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	\$ 31,676	\$ 195,216	\$ 134,928	\$ 820,199

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2020

	<u>PEG Fund</u>	<u>Infrastructure In- Lieu Fund</u>	<u>Brickelltown Maintenance Fund</u>	<u>Joerger Ranch Maintenance Fund</u>
Assets				
Cash and investments	\$ 68,952	\$ 228,791	\$ 91,446	\$ -
Accounts receivable	5,734	-	-	-
Interest receivable	145	469	180	-
Taxes receivable	-	-	4,880	-
Due from other governments	-	-	-	-
Loans receivable	-	-	-	-
Total Assets:	<u>\$ 74,831</u>	<u>\$ 229,260</u>	<u>\$ 96,506</u>	<u>\$ -</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 312	\$ 11,894
Deposits payable	-	80,000	-	-
Due to other funds	-	-	-	128
Unearned revenue	-	-	-	-
Total Liabilities:	<u>-</u>	<u>80,000</u>	<u>312</u>	<u>12,022</u>
Deferred Inflows of Resources:				
Deferred inflows	-	-	3,738	-
Total Deferred Inflows of Resources:	<u>-</u>	<u>-</u>	<u>3,738</u>	<u>-</u>
Fund Balances:				
Restricted	74,831	149,260	92,456	-
Assigned	-	-	-	(12,022)
Total Fund Balances:	<u>74,831</u>	<u>149,260</u>	<u>92,456</u>	<u>(12,022)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 74,831</u>	<u>\$ 229,260</u>	<u>\$ 96,506</u>	<u>\$ -</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2020

	<u>Railyard CFD</u>	<u>COPS Fund</u>	<u>Donner Pass Road CFD</u>	<u>Gas Tax Fund</u>
Assets				
Cash and investments	\$ 79,652	\$ 130,408	\$ 60,000	\$ 425,508
Accounts receivable	-	-	-	-
Interest receivable	127	343	126	830
Taxes receivable	-	-	-	-
Due from other governments	-	-	-	20,494
Loans receivable	-	-	-	-
Total Assets:	<u>\$ 79,779</u>	<u>\$ 130,751</u>	<u>\$ 60,126</u>	<u>\$ 446,832</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ 16,989	\$ 71	\$ -
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities:	<u>-</u>	<u>16,989</u>	<u>71</u>	<u>-</u>
Deferred Inflows of Resources:				
Deferred inflows	-	-	-	-
Total Deferred Inflows of Resources:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted	79,779	113,762	60,055	446,832
Assigned	-	-	-	-
Total Fund Balances:	<u>79,779</u>	<u>113,762</u>	<u>60,055</u>	<u>446,832</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 79,779</u>	<u>\$ 130,751</u>	<u>\$ 60,126</u>	<u>\$ 446,832</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2020

	BEGIN Housing Reimb Grant Fund	HOME Misc Income	HOME Re-Use Fund	CDBG - Misc Income Fund
Assets				
Cash and investments	\$ -	\$ 140,000	\$ 1,260,609	\$ 78,750
Accounts receivable	-	-	-	-
Interest receivable	-	-	957	163
Taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Loans receivable	322,784	-	-	53,583
Total Assets:	<u>\$ 322,784</u>	<u>\$ 140,000</u>	<u>\$ 1,261,566</u>	<u>\$ 132,496</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 37,949
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities:	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,949</u>
Deferred Inflows of Resources:				
Deferred inflows	322,784	-	-	53,584
Total Deferred Inflows of Resources:	<u>322,784</u>	<u>-</u>	<u>-</u>	<u>53,584</u>
Fund Balances:				
Restricted	-	140,000	1,261,566	-
Assigned	-	-	-	40,963
Total Fund Balances:	<u>-</u>	<u>140,000</u>	<u>1,261,566</u>	<u>40,963</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 322,784</u>	<u>\$ 140,000</u>	<u>\$ 1,261,566</u>	<u>\$ 132,496</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2020

	CDBG 01-STBG- 1614 Fund	CDBG 10-STBG- 6741 Fund	15-CDBG-10566 Fund	Housing Assistance Fund
Assets				
Cash and investments	\$ -	\$ -	\$ -	\$ 591,433
Accounts receivable	-	-	-	-
Interest receivable	-	-	-	4,710
Taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Loans receivable	45,692	660,810	18,071	2,047,489
Total Assets:	\$ 45,692	\$ 660,810	\$ 18,071	\$ 2,643,632
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	1,658,860
Total Liabilities:	-	-	-	1,658,860
Deferred Inflows of Resources:				
Deferred inflows	45,692	660,810	18,071	388,629
Total Deferred Inflows of Resources:	45,692	660,810	18,071	388,629
Fund Balances:				
Restricted	-	-	-	596,143
Assigned	-	-	-	-
Total Fund Balances:	-	-	-	596,143
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	\$ 45,692	\$ 660,810	\$ 18,071	\$ 2,643,632

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2020

	Program Income Fund	CalHome Grant Fund	Facilities Impact Fees Fund	Asset Forfeiture Fund
Assets				
Cash and investments	\$ 786,512	\$ -	\$ 873,613	\$ 153,425
Accounts receivable	-	-	-	-
Interest receivable	1,570	-	2,671	325
Taxes receivable	-	-	-	-
Due from other governments	-	-	-	-
Loans receivable	201,909	248,375	-	-
Total Assets:	<u>\$ 989,991</u>	<u>\$ 248,375</u>	<u>\$ 876,284</u>	<u>\$ 153,750</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Liabilities:				
Accounts payable	\$ 1,723	\$ -	\$ -	\$ -
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities:	<u>1,723</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:				
Deferred inflows	201,909	248,375	-	-
Total Deferred Inflows of Resources:	<u>201,909</u>	<u>248,375</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted	786,359	-	876,284	153,750
Assigned	-	-	-	-
Total Fund Balances:	<u>786,359</u>	<u>-</u>	<u>876,284</u>	<u>153,750</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	<u>\$ 989,991</u>	<u>\$ 248,375</u>	<u>\$ 876,284</u>	<u>\$ 153,750</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2020

	Total Nonmajor Special Revenue Funds
Assets	
Cash and investments	\$ 5,583,370
Accounts receivable	19,279
Interest receivable	14,041
Taxes receivable	4,880
Due from other governments	20,494
Loans receivable	4,151,491
Total Assets:	\$ 9,793,555
 Liabilities, Deferred Inflows of Resources, and Fund Balances	
Liabilities:	
Accounts payable	\$ 68,938
Deposits payable	80,000
Due to other funds	128
Unearned revenue	1,658,860
Total Liabilities:	1,807,926
 Deferred Inflows of Resources:	
Deferred inflows	2,509,915
Total Deferred Inflows of Resources:	2,509,915
 Fund Balances:	
Restricted	5,446,773
Assigned	28,941
Total Fund Balances:	5,475,714
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	\$ 9,793,555

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TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Abandoned Vehicle Abatement Fund	Air Quality Mitigation Fund	Downtown In-Lieu Parking Fund	Town Housing Fund
Revenues				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Use of money and property	600	4,464	2,171	8,679
Intergovernmental revenues	-	-	-	-
Charges for services	196	32,342	375	-
Other revenues	-	-	-	4,299
Total Revenues:	796	36,806	2,546	12,978
Expenditures				
Current:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Total Expenditures:	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures:	796	36,806	2,546	12,978
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(2,935)	(80,422)	-	-
Total Other financing sources (uses):	(2,935)	(80,422)	-	-
Net Change in Fund Balances:	(2,139)	(43,616)	2,546	12,978
Fund Balances - Beginning	33,815	238,832	118,837	254,443
Fund Balances - Ending:	\$ 31,676	\$ 195,216	\$ 121,383	\$ 267,421

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	PEG Fund	Infrastructure In- Lieu Fund	Brickelltown Maintenance Fund	Joerger Ranch Maintenance Fund
Revenues				
Taxes and assessments	\$ -	\$ -	\$ 74,278	\$ -
Use of money and property	1,096	3,565	1,772	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	49,071	-	-
Other revenues	23,022	-	-	-
Total Revenues:	24,118	52,636	76,050	-
Expenditures				
Current:				
Public Safety	-	-	-	-
Public Works	-	-	45,276	3,143
Community Development	-	-	-	-
Total Expenditures:	-	-	45,276	3,143
Excess (Deficiency) of Revenues Over (Under) Expenditures:	24,118	52,636	30,774	(3,143)
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(5,333)	-	(10,053)	-
Total Other financing sources (uses):	(5,333)	-	(10,053)	-
Net Change in Fund Balances:	18,785	52,636	20,721	(3,143)
Fund Balances - Beginning	56,046	96,624	71,735	(8,879)
Fund Balances - Ending:	\$ 74,831	\$ 149,260	\$ 92,456	\$ (12,022)

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Railyard CFD</u>	<u>COPS Fund</u>	<u>Donner Pass Road CFD</u>	<u>Gas Tax Fund</u>
Revenues				
Taxes and assessments	\$ 101,111	\$ -	\$ 66,943	\$ 2,596,954
Use of money and property	207	2,367	835	5,023
Intergovernmental revenues	-	125,000	-	18,475
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues:	<u>101,318</u>	<u>127,367</u>	<u>67,778</u>	<u>2,620,452</u>
Expenditures				
Current:				
Public Safety	-	80,809	-	-
Public Works	15,390	-	7,723	-
Community Development	-	-	-	-
Total Expenditures:	<u>15,390</u>	<u>80,809</u>	<u>7,723</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>85,928</u>	<u>46,558</u>	<u>60,055</u>	<u>2,620,452</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	(54,245)	-	(2,327,849)
Total Other financing sources (uses):	<u>-</u>	<u>(54,245)</u>	<u>-</u>	<u>(2,327,849)</u>
Net Change in Fund Balances:	85,928	(7,687)	60,055	292,603
Fund Balances - Beginning	(6,149)	121,449	-	154,229
Fund Balances - Ending:	<u>\$ 79,779</u>	<u>\$ 113,762</u>	<u>\$ 60,055</u>	<u>\$ 446,832</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	BEGIN Housing Reimb Grant Fund	HOME Misc Income	HOME Re-Use Fund	CDBG - Misc Income Fund
Revenues				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Use of money and property	6,000	-	1,566	1,521
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues:	6,000	-	1,566	1,521
Expenditures				
Current:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	44,450
Total Expenditures:	-	-	-	44,450
Excess (Deficiency) of Revenues Over (Under) Expenditures:	6,000	-	1,566	(42,929)
Other financing sources (uses):				
Transfers in	-	140,000	1,260,000	-
Transfers out	(6,000)	-	-	-
Total Other financing sources (uses):	(6,000)	140,000	1,260,000	-
Net Change in Fund Balances:	-	140,000	1,261,566	(42,929)
Fund Balances - Beginning	-	-	-	83,892
Fund Balances - Ending:	\$ -	\$ 140,000	\$ 1,261,566	\$ 40,963

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	CDBG 01-STBG- 1614 Fund	CDBG 10-STBG- 6741 Fund	15-CDBG-10566 Fund	Housing Assistance Fund
Revenues				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Use of money and property	-	12,246	378	46,927
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	42,530
Other revenues	-	13,070	8,386	2,000
Total Revenues:	-	25,316	8,764	91,457
Expenditures				
Current:				
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Total Expenditures:	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures:	-	25,316	8,764	91,457
Other financing sources (uses):				
Transfers in	-	-	-	16,262
Transfers out	-	(25,316)	(8,764)	(1,716,262)
Total Other financing sources (uses):	-	(25,316)	(8,764)	(1,700,000)
Net Change in Fund Balances:	-	-	-	(1,608,543)
Fund Balances - Beginning	-	-	-	2,204,686
Fund Balances - Ending:	\$ -	\$ -	\$ -	\$ 596,143

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Program Income Fund	CalHome Grant Fund	Facilities Impact Fees Fund	Asset Forfeiture Fund
Revenues				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Use of money and property	23,740	-	18,672	2,792
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	745,741	-
Other revenues	68,000	83,448	-	-
Total Revenues:	91,740	83,448	764,413	2,792
Expenditures				
Current:				
Public Safety	-	-	-	1,007
Public Works	-	-	4,704	-
Community Development	5,021	-	-	-
Total Expenditures:	5,021	-	4,704	1,007
Excess (Deficiency) of Revenues Over (Under) Expenditures:	86,719	83,448	759,709	1,785
Other financing sources (uses):				
Transfers in	123,528	-	-	-
Transfers out	(12,654)	(83,448)	(482,290)	-
Total Other financing sources (uses):	110,874	(83,448)	(482,290)	-
Net Change in Fund Balances:	197,593	-	277,419	1,785
Fund Balances - Beginning	588,766	-	598,865	151,965
Fund Balances - Ending:	\$ 786,359	\$ -	\$ 876,284	\$ 153,750

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Total Nonmajor Special Revenue Funds
Revenues	
Taxes and assessments	\$ 2,839,286
Use of money and property	144,621
Intergovernmental revenues	143,475
Charges for services	870,255
Other revenues	202,225
Total Revenues:	4,199,862
 Expenditures	
Current:	
Public Safety	81,816
Public Works	76,236
Community Development	49,471
Total Expenditures:	207,523
Excess (Deficiency) of Revenues Over (Under) Expenditures:	3,992,339
 Other financing sources (uses):	
Transfers in	1,539,790
Transfers out	(4,815,571)
Total Other financing sources (uses):	(3,275,781)
Net Change in Fund Balances:	716,558
Fund Balances - Beginning	4,759,156
Fund Balances - Ending:	\$ 5,475,714

COMBINING FUND STATEMENTS AND SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS

Capital Project Funds

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING BALANCE SHEET
 NON-MAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2020

	Fleet Replacement Fund
Assets	
Cash and investments	\$ 5,351,948
Accounts receivable	6,800
Total Assets:	\$ 5,358,748
 Liabilities, Deferred Inflows of Resources, and Fund Balances	
Fund Balances:	
Assigned	\$ 5,358,748
Total Fund Balances:	5,358,748
Total Liabilities, Deferred Inflows of Resources, and Fund Balances:	\$ 5,358,748

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NON-MAJOR CAPITAL PROJECTS FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Fleet Replacement Fund
Revenues	
Intergovernmental revenues	\$ 1,084,252
Total Revenues:	1,084,252
 Expenditures	
Current:	
Public Safety	7,128
Public Works	19,795
Capital Outlay	1,506,917
Total Expenditures:	1,533,840
Excess (Deficiency) of Revenues Over (Under)	
Expenditures:	(449,588)
Net Change in Fund Balances:	(449,588)
Fund Balances - Beginning	5,808,336
Fund Balances - Ending:	\$ 5,358,748



COMBINING FUND STATEMENTS AND SCHEDULES

NON-MAJOR GOVERNMENTAL FUNDS

Budgetary Comparison Schedules

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING FUND STATEMENTS
 BUDGETARY COMPARISON SCHEDULE
 AIR QUALITY MITIGATION FUND - NON-MAJOR SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Use of money and property	\$ 4,993	\$ 4,993	\$ 4,464	\$ (529)
Charges for services	500	500	32,342	31,842
Total Revenues:	<u>5,493</u>	<u>5,493</u>	<u>36,806</u>	<u>31,313</u>
Expenditures				
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>5,493</u>	<u>5,493</u>	<u>36,806</u>	<u>31,313</u>
Other financing sources (uses):				
Transfers out	<u>(5,000)</u>	<u>(80,794)</u>	<u>(80,422)</u>	<u>372</u>
Total Other financing sources (uses):	<u>(5,000)</u>	<u>(80,794)</u>	<u>(80,422)</u>	<u>372</u>
Net Change in Fund Balances:	493	(75,301)	(43,616)	31,685
Fund Balances - Beginning	238,832	238,832	238,832	-
Fund Balances - Ending:	<u>\$ 239,325</u>	<u>\$ 163,531</u>	<u>\$ 195,216</u>	<u>\$ 31,685</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING FUND STATEMENTS
 BUDGETARY COMPARISON SCHEDULE
 BRICKELLTOWN MAINTENANCE FUND - NON-MAJOR SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
Revenues				
Taxes and assessments	\$ 73,481	\$ 73,481	\$ 74,278	\$ 797
Use of money and property	1,612	1,612	1,772	160
Total Revenues:	<u>75,093</u>	<u>75,093</u>	<u>76,050</u>	<u>957</u>
Expenditures				
Current:				
Public Works	57,253	57,253	45,276	11,977
Total Expenditures:	<u>57,253</u>	<u>57,253</u>	<u>45,276</u>	<u>11,977</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>17,840</u>	<u>17,840</u>	<u>30,774</u>	<u>12,934</u>
Other financing sources (uses):				
Transfers out	(5,458)	(5,458)	(10,053)	(4,595)
Total Other financing sources (uses):	<u>(5,458)</u>	<u>(5,458)</u>	<u>(10,053)</u>	<u>(4,595)</u>
Net Change in Fund Balances:	12,382	12,382	20,721	8,339
Fund Balances - Beginning	71,735	71,735	71,735	-
Fund Balances - Ending:	<u>\$ 84,117</u>	<u>\$ 84,117</u>	<u>\$ 92,456</u>	<u>\$ 8,339</u>

TOWN OF TRUCKEE, CALIFORNIA
 COMBINING FUND STATEMENTS
 BUDGETARY COMPARISON SCHEDULE
 FACILITIES IMPACT FEES FUND - NON-MAJOR SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual Amounts	
Revenues				
Use of money and property	\$ 18,115	\$ 18,115	\$ 18,672	\$ 557
Charges for services	429,999	429,999	745,741	315,742
Total Revenues:	<u>448,114</u>	<u>448,114</u>	<u>764,413</u>	<u>316,299</u>
Expenditures				
Current:				
Public Works	2,750	2,750	4,704	(1,954)
Total Expenditures:	<u>2,750</u>	<u>2,750</u>	<u>4,704</u>	<u>(1,954)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>445,364</u>	<u>445,364</u>	<u>759,709</u>	<u>314,345</u>
Other financing sources (uses):				
Transfers out	(275,000)	(277,575)	(482,290)	(204,715)
Total Other financing sources (uses):	<u>(275,000)</u>	<u>(277,575)</u>	<u>(482,290)</u>	<u>(204,715)</u>
Net Change in Fund Balances:	170,364	167,789	277,419	109,630
Fund Balances - Beginning	598,865	598,865	598,865	-
Fund Balances - Ending:	<u>\$ 769,229</u>	<u>\$ 766,654</u>	<u>\$ 876,284</u>	<u>\$ 109,630</u>

STATISTICAL SECTION

STATISTICAL SECTION

This part of the Government'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 government's overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.</i>	139-143
Revenue Capacity <i>These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax. There is also information about the Town's second most significant revenue source, sales tax.</i>	144-148
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the Town's current level of outstanding debt and the Town's potential ability to issue additional debt in the future.</i>	149-150
Demographic and Economic Information <i>These schedules help the reader understand the environment within which the Town's financial activities take place.</i>	151-152
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides</i>	153-154

TOWN OF TRUCKEE, CALIFORNIA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental Activities										
Net investment in capital assets	\$ 176,450,067	\$ 165,043,525	\$ 152,234,960	\$ 149,571,493	\$ 132,941,891	\$ 124,887,323	\$ 113,972,707	\$ 108,913,968	\$ 104,258,473	\$ 95,853,857
Restricted	35,928,365	34,485,567	32,907,936	21,173,293	20,719,606	18,234,549	24,674,250	26,459,824	24,987,251	33,729,776
Unrestricted	41,578,316	44,933,824	43,204,578	48,245,938	47,572,441	42,988,683	40,396,929	35,975,147	34,203,716	26,924,756
Total governmental activities net position	\$ 253,956,748	\$ 244,462,916	\$ 228,347,474	\$ 218,990,724	\$ 201,233,938	\$ 186,110,555	\$ 179,043,886	\$ 171,348,939	\$ 163,449,440	\$ 156,508,389
Business-type Activities										
Net investment in capital assets	\$ 519,880	\$ 623,941	\$ 647,393	\$ 738,848	\$ 700,729	\$ 538,002	\$ 421,475	\$ 442,605	\$ 456,987	\$ 451,182
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	5,650,996	4,607,213	4,039,278	2,801,136	2,120,283	1,399,173	1,155,667	509,441	179,993	(63,112)
Total business-type activities net position	\$ 6,170,876	\$ 5,231,154	\$ 4,686,671	\$ 3,539,984	\$ 2,821,012	\$ 1,937,175	\$ 1,577,142	\$ 952,046	\$ 636,980	\$ 388,070
Primary Government										
Net investment in capital assets	\$ 176,969,947	\$ 165,667,466	\$ 152,882,353	\$ 150,310,341	\$ 133,642,620	\$ 125,425,325	\$ 114,394,182	\$ 109,356,573	\$ 104,715,460	\$ 96,305,039
Restricted	35,928,365	34,485,567	32,907,936	21,173,293	20,719,606	18,234,549	24,674,250	26,459,824	24,987,251	33,729,776
Unrestricted	47,229,312	49,541,037	47,243,856	51,047,074	49,692,724	44,387,856	41,552,596	36,484,588	34,383,709	26,861,644
Total primary government activities net position	\$ 260,127,624	\$ 249,694,070	\$ 233,034,145	\$ 222,530,708	\$ 204,054,950	\$ 188,047,730	\$ 180,621,028	\$ 172,300,985	\$ 164,086,420	\$ 156,896,459

**TOWN OF TRUCKEE, CALIFORNIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses										
Governmental Activities:										
General Government	\$ 8,787,484	\$ 6,237,715	\$ 5,417,395	\$ 4,975,164	\$ 4,979,126	\$ 6,239,048	\$ 4,400,574	\$ 3,465,117	\$ 4,736,002	\$ 3,870,421
Public Safety	8,084,783	7,399,669	7,396,552	5,665,387	5,987,258	5,853,651	6,109,465	5,915,265	6,133,671	6,112,495
Public Works	14,376,951	14,144,548	13,444,494	12,342,198	10,481,225	9,487,136	9,213,125	10,426,072	9,766,794	9,375,509
Community Development	1,135,132	1,117,180	976,230	848,210	1,352,297	648,742	705,190	730,220	1,009,095	1,367,460
Facilities	1,337,198	1,429,987	1,268,649	1,182,772	1,038,973	914,838	955,356	917,015	913,687	792,679
Debt Issuance Costs	188,298	-	183,814	-	91,568	-	-	-	-	-
Interest	501,891	551,509	517,411	430,256	499,446	505,254	518,031	536,830	1,292,038	1,740,606
Total Governmental Activities	34,411,737	30,880,608	29,204,545	25,443,987	24,429,893	23,648,669	21,901,741	21,990,519	23,851,287	23,259,170
Business-type Activities:										
Parking	\$ 523,586	\$ 569,128	\$ 557,586	\$ 531,927	\$ 495,924	\$ 423,385	\$ 427,323	\$ 431,257	\$ 528,923	\$ 581,822
Solid Waste	1,452,367	4,105,531	1,154,597	3,233,031	3,329,507	3,129,633	3,069,154	2,923,046	2,580,614	2,306,129
Building	4,542,402	1,413,428	3,283,408	1,163,792	1,143,798	978,184	821,317	791,592	792,880	798,544
Transit	1,446,694	1,202,541	1,430,327	1,029,163	979,387	903,940	861,334	802,295	760,952	790,237
Total Business-type Activities	7,965,049	7,290,628	6,425,918	5,957,913	5,948,616	5,435,142	5,179,128	4,948,190	4,663,369	4,476,732
Total Program Expenses	\$ 42,376,786	\$ 38,171,236	\$ 35,630,463	\$ 31,401,900	\$ 30,378,509	\$ 29,083,811	\$ 27,080,869	\$ 26,938,709	\$ 28,514,656	\$ 27,735,902
Program Revenues										
Governmental Activities:										
Charges for Services	\$ 495,283	\$ 586,656	\$ 474,962	\$ 1,343,632	\$ 294,954	\$ 310,490	\$ 122,043	\$ 117,460	\$ 116,027	\$ 53,006
General Government	251,332	329,773	469,477	397,806	464,665	404,737	393,865	388,207	411,332	533,478
Public Safety	5,194,987	4,275,906	2,776,707	2,764,061	2,657,560	2,513,465	1,937,925	1,686,627	1,685,754	1,605,271
Public Works	243,305	213,894	263,166	266,342	221,552	209,679	157,979	197,055	189,700	205,946
Community Development	2,753,015	2,507,012	3,273,215	2,235,459	2,689,496	1,817,302	2,170,472	2,164,797	2,480,998	2,083,828
Operating Grants and Contributions	2,889,027	3,098,820	2,077,820	3,061,374	9,139,433	5,622,054	5,102,128	4,888,274	3,717,918	2,647,348
Capital Grants and Contributions	11,826,949	11,012,061	9,335,347	10,068,674	15,467,660	10,877,727	9,884,412	9,442,420	8,601,729	7,128,877
Total Governmental Activities	\$ 799,608	\$ 913,436	\$ 921,623	\$ 806,197	\$ 730,518	\$ 613,437	\$ 577,150	\$ 579,965	\$ 515,571	\$ 581,822
Charges for Services	71,237	4,176,813	3,523,045	3,415,447	3,280,157	3,146,578	3,055,954	2,920,219	2,550,040	2,306,129
Parking	4,582,673	1,875,457	1,877,151	1,535,230	1,539,441	1,580,072	1,407,320	1,049,658	922,415	798,544
Solid Waste	2,009,394	91,969	116,030	111,044	114,269	105,535	86,878	93,328	64,526	790,237
Building	1,281,207	1,014,964	1,052,422	894,966	967,050	861,084	658,720	564,050	685,015	574,043
Operating Grants and Contributions	26,597	-	9,724	113,128	159,340	-	-	-	-	-
Capital Grants and Contributions	8,770,716	8,072,639	7,499,995	6,876,012	6,790,775	6,306,706	5,786,022	5,207,220	4,737,567	5,050,775
Total Business-type Activities	\$ 20,597,665	\$ 19,084,700	\$ 16,835,342	\$ 16,944,686	\$ 22,258,435	\$ 17,184,433	\$ 15,670,434	\$ 14,649,640	\$ 13,339,296	\$ 12,179,652
Total Program Revenues	\$ (22,584,788)	\$ (19,868,547)	\$ (19,869,198)	\$ (15,375,313)	\$ (8,962,233)	\$ (12,770,942)	\$ (12,017,329)	\$ (12,548,099)	\$ (15,249,558)	\$ (16,130,293)
Net (Expense)/Revenue	805,667	782,011	1,074,077	918,099	842,159	871,564	606,894	259,030	74,198	574,043
Governmental Activities	\$ (21,779,121)	\$ (19,086,536)	\$ (18,795,121)	\$ (14,457,214)	\$ (8,120,074)	\$ (11,899,378)	\$ (11,410,435)	\$ (12,289,069)	\$ (15,175,360)	\$ (15,556,250)
Business-type Activities										
Total Net (Expense)/Revenue	\$ (21,779,121)	\$ (19,086,536)	\$ (18,795,121)	\$ (14,457,214)	\$ (8,120,074)	\$ (11,899,378)	\$ (11,410,435)	\$ (12,289,069)	\$ (15,175,360)	\$ (15,556,250)

TOWN OF TRUCKEE, CALIFORNIA
 CHANGES IN NET POSITION (CONTINUED)
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Revenues										
Governmental Activities:										
Property Taxes	\$ 12,346,242	\$ 11,758,850	\$ 11,077,985	\$ 10,545,888	\$ 10,764,462	\$ 10,179,159	\$ 9,621,294	\$ 9,516,056	\$ 8,995,881	\$ 10,979,584
Sales Taxes	9,096,828	8,477,710	8,291,007	7,449,475	6,392,339	5,594,587	4,371,993	4,100,852	3,964,180	3,540,619
Transient Occupancy Taxes	3,988,560	4,264,925	3,399,229	3,414,610	2,820,319	2,119,343	1,843,063	1,718,415	1,350,699	1,436,129
Property transfer taxes	297,422	306,968	305,873	267,385	235,007	204,493	202,729	191,036	152,722	151,175
Franchise Taxes	1,354,809	1,228,650	1,192,065	1,136,580	1,044,799	995,665	1,009,716	956,487	1,024,698	917,736
Intergovernmental cont - unrestricted	1,853,127	1,764,085	1,642,396	1,552,710	1,479,859	1,388,301	1,327,466	1,308,923	1,304,891	1,449,782
Interest and investment earnings	2,971,351	2,482,727	1,072,770	700,842	951,368	662,457	955,865	1,955,999	3,529,402	1,664,850
Contributed Capital	-	5,128,464	1,653,967	-	-	-	-	-	-	-
Miscellaneous	222,893	442,958	1,041,929	374,948	414,752	306,132	467,064	385,572	1,068,458	1,009,015
Transfers	10,089	128,652	(74,702)	161,918	(17,289)	89,668	64,634	18,690	(60,292)	(122,163)
Total General Revenues, Special Items, and Transfers	\$ 32,141,321	\$ 35,983,989	\$ 29,602,519	\$ 25,604,356	\$ 24,085,616	\$ 21,539,805	\$ 19,863,824	\$ 20,152,030	\$ 21,330,639	\$ 21,026,727
Business-Type Activities:										
Interest and investment earnings	\$ 133,613	\$ 120,420	\$ 33,550	\$ 17,416	\$ 16,925	\$ 10,104	\$ 4,540	\$ 2,195	\$ 2,554	\$ 1,775
Miscellaneous	9,878	12,083	8,519	8,551	7,464	5,296	78,296	72,529	111,864	85,584
Transfers	(10,089)	(128,653)	74,702	(161,918)	17,289	(89,668)	(64,634)	(18,690)	60,292	122,163
Total Business-Type Activities	133,402	3,850	116,771	(135,951)	41,678	(74,268)	18,202	56,034	174,710	209,522
Total Primary Government	\$ 32,274,723	\$ 35,987,839	\$ 29,719,290	\$ 25,468,405	\$ 24,127,294	\$ 21,465,537	\$ 19,882,026	\$ 20,208,064	\$ 21,505,349	\$ 21,236,249
Change in Net Assets										
Governmental Activities	\$ 9,556,533	\$ 16,115,442	\$ 9,733,321	\$ 10,229,043	\$ 15,123,383	\$ 8,768,863	\$ 7,846,495	\$ 7,603,931	\$ 6,081,081	\$ 4,896,434
Business-Type Activities	939,069	785,861	1,190,848	782,148	883,837	797,296	625,096	315,064	248,908	783,565
Total Change in Net Assets	\$ 10,495,602	\$ 16,901,303	\$ 10,924,169	\$ 11,011,191	\$ 16,007,220	\$ 9,566,159	\$ 8,471,591	\$ 7,918,995	\$ 6,329,989	\$ 5,679,999

TOWN OF TRUCKEE, CALIFORNIA
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Fund:										
Nonspendable	\$ 1,075,567	\$ 403,015	\$ 421,079	\$ 376,446	\$ 474,800	\$ 449,614	\$ 490,792	\$ 557,309	\$ -	\$ -
Restricted	225,000	105,000	105,000	105,000	105,000	105,000	105,000	90,000	90,000	75,000
Assigned	19,951,309	18,868,761	19,248,909	17,304,888	19,257,564	17,237,444	12,993,432	10,557,616	9,507,433	9,924,554
Unrestricted	15,492,846	17,645,651	14,561,128	12,600,668	12,142,620	9,263,960	7,375,185	7,833,282	7,994,587	8,069,846
Total General Fund	\$ 36,744,722	\$ 37,022,427	\$ 34,336,116	\$ 30,387,002	\$ 31,979,984	\$ 27,056,018	\$ 20,964,409	\$ 19,038,207	\$ 17,592,020	\$ 18,069,400
All Other Governmental Funds:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 200,000
Restricted	30,356,639	28,530,302	27,762,651	21,789,400	20,982,571	18,129,549	21,157,511	21,829,179	22,171,841	34,600,659
Assigned	5,387,689	5,892,228	5,167,217	6,400,578	5,855,935	5,786,516	3,516,739	4,630,645	3,850,917	3,433,056
Unrestricted	-	-	-	(721,109)	(231,519)	(661,796)	-	-	(488,517)	(13,791)
Total Other Governmental Funds	\$ 35,744,328	\$ 34,422,530	\$ 32,929,868	\$ 27,468,869	\$ 26,606,987	\$ 23,254,269	\$ 24,674,250	\$ 26,459,824	\$ 25,534,241	\$ 38,219,924

TOWN OF TRUCKEE, CALIFORNIA
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year											
	2020	2019	2019	2019	2018	2017	2016	2015	2014	2013	2012	2011
REVENUES												
Taxes and assessments	\$ 30,699,669	\$ 29,260,008	\$ 29,260,008	\$ 29,260,008	\$ 27,217,171	\$ 25,516,747	\$ 23,475,607	\$ 21,314,945	\$ 18,914,610	\$ 17,934,559	\$ 17,518,969	\$ 19,051,188
Licenses and permits	263,681	233,771	233,771	233,771	274,295	277,997	244,501	215,433	30,809	33,574	35,012	39,235
Fines and forfeitures	128,511	157,670	157,670	157,670	291,166	227,804	322,734	292,404	300,138	250,523	320,537	368,684
Use of money and property	2,491,452	2,018,838	2,018,838	2,018,838	616,177	252,186	507,197	280,654	333,385	98,590	299,787	959,848
Intergovernmental revenues	5,302,311	3,748,676	3,748,676	3,748,676	5,882,725	4,261,168	12,502,059	8,269,258	4,414,902	4,876,609	4,044,445	4,311,946
Charges for services	4,703,864	4,127,983	4,127,983	4,127,983	2,587,361	3,382,184	2,289,399	2,145,820	2,471,215	2,272,655	2,192,781	2,047,398
Other revenues	1,933,089	1,822,693	1,822,693	1,822,693	1,518,414	633,532	1,696,714	827,860	1,518,884	2,761,190	2,043,789	2,346,391
Total General Fund	\$ 45,522,577	\$ 41,369,639	\$ 41,369,639	\$ 41,369,639	\$ 38,387,309	\$ 34,551,618	\$ 41,038,211	\$ 33,346,374	\$ 27,983,943	\$ 28,227,700	\$ 26,455,320	\$ 29,124,690
EXPENDITURES												
Current:												
General Government	\$ 7,925,226	\$ 5,554,615	\$ 5,554,615	\$ 5,554,615	\$ 4,838,178	\$ 4,559,548	\$ 4,536,009	\$ 5,783,250	\$ 4,293,153	\$ 3,345,627	\$ 4,183,907	\$ 5,159,479
Public Safety	6,761,499	6,339,482	6,339,482	6,339,482	6,272,427	5,827,669	5,849,015	5,655,670	5,783,348	5,723,158	5,960,295	5,834,119
Public Works	6,903,549	7,447,709	7,447,709	7,447,709	6,964,386	7,573,538	6,436,288	5,264,000	5,618,852	6,281,036	6,288,174	6,230,493
Community Development	1,154,691	1,110,551	1,110,551	1,110,551	963,511	1,249,339	1,427,706	875,600	704,549	725,782	1,551,881	1,760,943
Facilities	1,299,140	1,409,768	1,409,768	1,409,768	1,235,254	1,183,377	1,030,033	921,305	963,417	919,996	909,427	795,958
Debt Service:												
Debt Service	188,298	-	-	-	183,814	-	91,568	-	-	-	-	-
Principal	4,323,000	379,000	379,000	379,000	436,000	362,000	4,855,000	315,000	305,000	300,000	290,000	275,000
Interest	501,891	551,508	551,508	551,508	517,411	430,256	499,446	505,254	514,519	523,101	1,278,309	1,634,006
Capital Outlay	20,637,230	14,526,685	14,526,685	14,526,685	11,990,173	14,258,909	12,654,174	15,464,834	9,725,111	8,596,188	8,312,462	14,681,026
Total Expenditures	\$ 49,694,524	\$ 37,319,318	\$ 37,319,318	\$ 37,319,318	\$ 33,401,154	\$ 35,444,636	\$ 37,379,239	\$ 34,784,913	\$ 27,907,949	\$ 26,414,888	\$ 28,774,455	\$ 36,371,024
Excess (Deficiency) of Revenues over Expenditures	\$ (4,171,947)	\$ 4,050,321	\$ 4,050,321	\$ 4,050,321	\$ 4,986,155	\$ (893,018)	\$ 3,658,972	\$ (1,438,539)	\$ 75,994	\$ 1,812,812	\$ (2,319,135)	\$ (7,246,334)
OTHER FINANCING SOURCES (USES)												
Issuance of debt	\$ 5,205,951	\$ -	\$ -	\$ -	\$ 4,498,662	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers in	34,805,125	17,051,173	17,051,173	17,051,173	17,292,413	16,583,007	6,889,920	15,357,714	9,275,347	10,306,740	10,717,477	17,158,824
Transfers out	(34,795,036)	(16,922,521)	(16,922,521)	(16,922,521)	(17,367,117)	(16,421,089)	(6,907,209)	(15,268,046)	(9,210,713)	(10,288,050)	(10,777,769)	(17,280,987)
Total Other financing sources (uses):	\$ 5,216,040	\$ 128,652	\$ 128,652	\$ 128,652	\$ 4,423,958	\$ 161,918	\$ (17,289)	\$ 89,668	\$ 64,634	\$ 18,690	\$ (60,292)	\$ (122,163)
Net change in fund balances before special items	1,044,093	4,178,973	4,178,973	4,178,973	9,410,113	(731,100)	3,641,683	(1,348,871)	140,628	1,831,502	(2,379,427)	(7,368,497)
Extraordinary Item	-	-	-	-	-	-	-	6,010,439	-	-	(10,783,636)	-
Net Change in Fund Balance	\$ 1,044,093	\$ 4,178,973	\$ 4,178,973	\$ 4,178,973	\$ 9,410,113	\$ (731,100)	\$ 3,641,683	\$ 4,661,568	\$ 140,628	\$ 1,831,502	\$ (13,163,063)	\$ (7,368,497)
Debt service as a percentage of noncapital expenditures	17.25%	4.08%	4.08%	4.08%	5.31%	3.74%	22.03%	4.25%	4.51%	4.62%	7.66%	8.80%

TOWN OF TRUCKEE, CALIFORNIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year End	Residential Property	Commercial Property	Industrial Property (3)	Other Property* (3)	Unsecured Property (3)	Less Exemptions	Taxable Assessed Value	Total Direct Tax Rate (1) (3)	Estimated Actual Taxable Value (2)	Factor of Taxable Assessed Value (3)
2010	\$ 4,917,280,566	\$ 476,500,671		\$ 85,081,060		\$ 87,363,776	\$ 5,391,498,521		\$ 5,391,498,521	
2011	4,674,433,507	454,380,246		83,135,126		85,414,362	5,126,534,517		5,126,534,517	
2012	4,466,429,372	371,290,948		90,699,308		92,976,047	4,835,443,581		4,835,443,581	
2013	4,501,516,674	365,459,711		85,643,399		87,935,872	4,864,683,912		4,864,683,912	
2014	4,599,723,851	356,086,264		91,126,920		93,435,442	4,953,501,593		4,953,501,593	
2015	4,868,951,957	352,854,053		91,562,737		93,874,975	5,219,493,772		5,219,493,772	
2016	5,219,949,401	360,730,093		87,977,181		90,335,847	5,578,320,828		5,578,320,828	
2017	5,479,041,917	375,095,503		80,191,915		83,324,884	5,851,004,451		5,851,004,451	
2018	5,814,215,053	386,753,109		80,571,933		83,815,641	6,197,724,454		6,197,724,454	
2019	6,012,126,106	182,344,860	22,327,787	517,926,665	84,569,122	90,661,952	6,728,632,588	0.197643	7,777,639,866	1.155902
2020	6,288,259,769	240,790,465	27,948,530	466,855,325	90,459,992	62,741,980	7,051,572,101	0.197643	8,630,775,904	1.2239506

Source: Nevada County Assessor data, Avenu Insights & Analytics

Table has been reformatted to comply with GASB No. 44 and include estimated actual value

Prior Year values are net of all exemptions

*Other Property includes State Unitary tax \$2,482,485

(1) Total direct tax rate is the city share of the 1% Proposition 13 tax only for TRA 3-001
Tax rate is not adjusted for ERAF

(2) Estimated Actual Value is derived from a series of calculations comparing median assessed values from 1940 to current median sale prices

Based on these calculations a multiplier value was extrapolated and applied to current assessed values

(3) 2019 was the first year presented. Prior year data was not available.

TOWN OF TRUCKEE, CALIFORNIA
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN FISCAL YEARS

	Fiscal Year									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Direct Rates:										
Town of Truckee*	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643	0.197643
County of Nevada	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357	0.802357
Total Direct Rate	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
Overlapping Rates										
Tahoe Forest Hospital 2007	0.0214	0.0209	0.0198	0.0234	0.0267	0.0300	0.0301	0.0307	0.0000	0.0188
TTJUSD Series A 1998 Refunding 2010	0.0000	0.0000	0.0000	0.0043	0.0044	0.0049	0.0049	0.0060	0.0026	0.0059
TTJUSD Series A 1993	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
TTJUSD Series B 1993	0.0000	0.0000	0.0013	0.0015	0.0015	0.0017	0.0018	0.0019	0.0020	0.0020
TTJUSD 1993 Refunding 2004	0.0062	0.0059	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
TTJUSD SFID #1 1999	0.0277	0.0281	0.0300	0.0302	0.0300	0.0337	0.0413	0.0381	0.0377	0.0373
TTJUSD SFID #1 2014	0.0435	0.0267	0.0364	0.0440	0.0338	0.0000	0.0000	0.0000	0.0000	0.0000
Sierra College SFID #1 2004	0.0123	0.0125	0.0117	0.0123	0.0095	0.0093	0.0102	0.0117	0.0114	0.0106
Total Overlapping Rate	0.1111	0.0941	0.0992	0.1157	0.1059	0.0796	0.0883	0.0884	0.0537	0.0746
Total Direct and Overlapping Rate	1.1111	1.0941	1.0992	1.1157	1.1059	1.0796	1.0883	1.0884	1.0537	1.0746

Source: Nevada County Auditor data, Avenu Insights & Analytics

*City direct rate is not adjusted for ERAF, Tax Rate Area Code 3-001 is represented

TOWN OF TRUCKEE, CALIFORNIA
 ASSESSED VALUE OF PROPERTY BY USE CODE, TOWN-WIDE
 LAST FISCAL YEAR

Category	2020
Residential	\$ 6,288,259,769
Commercial	240,790,465
Professional	90,544,258
Industrial	27,948,530
Institution	5,643,700
Rural	379,712
Miscellaneous	6,259,806
Vacant	335,672,209
Unknown	25,873,155
Gross Secured Value	7,021,371,604
State Unitary	2,482,485
Unsecured Value	90,459,992
Less Exemptions	(62,741,980)
Net Taxable Value	\$ 7,051,572,101

Source: Nevada County Assessor Data, Avenu Insights & Analytics

**TOWN OF TRUCKEE, CALIFORNIA
PRINCIPAL PROPERTY TAX PAYERS
LAST FISCAL YEAR AND NINE YEARS AGO**

Taxpayer	2020		2011	
	Taxable Value	Percent of Total City Taxable Value	Taxable Value	Percent of Total City Taxable Value
Hidden Lake Properties Inc	\$ 25,162,026	0.36%	\$ 18,712,712	0.36%
Truckee Meadows Water Authority	24,919,974	0.35%	5,413,524	0.10%
Gateway At Donner Pass Lp	22,862,224	0.32%	18,631,915	0.35%
Martis Creek Lp	15,334,300	0.22%	12,759,687	0.24%
267 Partners	12,389,080	0.18%	10,145,354	0.19%
Coburn Crossing Apartments Llc	11,818,000	0.17%		
Tahoe Donner Prop Owners Assoc	10,880,930	0.15%	5,072,516	0.10%
Longs Drug Stores California Inc	8,907,950	0.13%		
Joerger Associates Llc	8,438,636	0.12%	19,222,478	0.37%
Altice Usa	8,201,768	0.12%		
Truckee Donner I Llc Etal	7,931,180	0.11%	6,422,090	0.12%
American Petroleum Llc	7,927,078	0.11%		
J-Mar I Llc	7,918,484	0.11%		
Teichert Land Co	7,391,020	0.10%	12,751,054	0.24%
Vista Truckee Tahoe Llc	7,344,318	0.10%		
Tahoe Club Company Llc	6,981,902	0.10%	64,751,709	1.23%
Gateway East Of Truckee Llc	6,937,390	0.10%	5,919,366	0.11%
Truckee Development Associates Llc	6,874,566	0.10%	5,940,951	0.11%
P & M Marciano Capital Llc	6,773,949	0.10%	5,848,052	0.11%
Clearwater Land Co	6,728,685	0.10%	5,814,883	0.11%
Tb/Triple T Ventures Llc	5,713,100	0.08%		
Coyote Moon Llc	5,690,640	0.08%	13,151,498	0.25%
Truckee Crossroads Sc Lp	5,374,000	0.08%		
Three Rs Llc	5,270,000	0.07%	5,871,199	0.11%
Qc Truckee Land Llc	5,107,800	0.07%		
Old Greenwood Llc Etal			65,056,205	1.24%
Truckee Tahoe Hotel Llc			16,278,684	0.31%
Safeway Inc			11,752,612	0.22%
Grays Station Llc			11,152,636	0.21%
Village At Grays Crossing Lp The			8,074,251	0.15%
Mcmanus John R Trste			6,393,985	0.12%
Hoseit Management Llc			6,378,119	0.12%
Pinyon Creek Llc			4,908,374	0.09%
Raccoon Enterprises Llc			4,562,575	0.09%
Total Top 25 Taxpayers	\$ 248,879,000	3.53%	\$ 350,986,429	6.65%
Total Taxable Value	\$ 7,051,572,101		\$ 5,262,700,884	

Source: Nevada County Assessor data, Avenu Insights & Analytics

TOWN OF TRUCKEE, CALIFORNIA
 PRINCIPAL SALES TAX PRODUCERS
 LAST FISCAL YEAR AND NINE YEARS AGO

		Fiscal Year	
		2020	2011
Taxpayer	Business Type	Taxpayer	Business Type
Bar of America	Restaurants	Beacon Service Stations	Service Stations
Beacon Service Stations	Service Stations	Chevron Service Stations	Service Stations
CVS/Pharmacy	Drug Stores	CVS/Pharmacy	Drug Stores
Edges Electrical Group	Electronic Equipment	Fast Lane Gas	Service Stations
Fast Lane Gas	Service Stations	Ferguson Enterprises	Bldg.Matls-Whsle
Ferguson Enterprises	Bldg.Matls-Whsle	Fifty Fifty Brewing Co.	Restaurants
Fifty Fifty Brewing Co.	Restaurants	Granite Electrical Supply	Bldg.Matls-Whsle
J & L Food Mart	Service Stations	Heritage Operating	Energy Sales
Marsh Ventures	Bldg.Matls-Whsle	Highlands Hotel Company	Restaurants
McDonald's Restaurants	Restaurants	Moody's Bistro Bar & Beats	Restaurants
Moody's Bistro Bar & Beats	Restaurants	Mountain Hardware & Sports	Bldg.Matls-Retail
Mountain Hardware & Sports	Bldg.Matls-Retail	Mountain Home Center	Furniture/Appliance
Mountain Home Center	Furniture/Appliance	Pianeta Ristorante	Restaurants
Rite Aid Drug Stores	Drug Stores	Porter's Ski & Sport	Recreation Products
Safeway Stores	Food Markets	Rite Aid Drug Stores	Drug Stores
Save Mart Supermarkets	Food Markets	Safeway Stores	Food Markets
Shell Service Stations	Service Stations	Save Mart Supermarkets	Food Markets
Suddenlink Communications	Office Equipment	Shell Service Stations	Service Stations
Tahoe Donner Association	Restaurants	Tahoe Donner Association	Restaurants
Teichert & Son Ready Mix	Bldg.Matls-Whsle	Tahoe Vista Transit Mix	Bldg.Matls-Whsle
The Sports Exchange	Recreation Products	Teichert & Son Ready Mix	Bldg.Matls-Whsle
Truckee Paint Mart	Bldg.Matls-Retail	Thin Air Motorsports	Misc. Vehicle Sales
Truckee-Tahoe Lumber Co.	Bldg.Matls-Whsle	Truckee-Tahoe Lumber Co.	Bldg.Matls-Whsle
Union 76 Service Stations	Service Stations	Union 76 Service Stations	Service Stations
Western Nevada Supply Co.	Bldg.Matls-Retail	Western Energetix	Service Stations

Source: Avenu Insights & Analytics

TOWN OF TRUCKEE, CALIFORNIA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year End	Capital Leases		Business-Type Activities:	Total Outstanding Debt	Percentage of Personal Income ¹	Population ¹	Debt per Capita
	Governmental Activities:						
2010	\$ 10,660,000	\$ -		\$ 10,660,000	2.11%	16,164	\$ 659
2011	10,385,000	-		10,385,000	1.99%	16,009	649
2012	10,095,000	-		10,095,000	1.75%	16,100	627
2013	9,795,000	-		9,795,000	1.64%	16,132	607
2014	9,490,000	-		9,490,000	1.58%	16,191	586
2015	9,175,000	-		9,175,000	1.40%	16,184	567
2016	8,965,000	-		8,965,000	1.30%	16,231	552
2017	8,603,000	-		8,603,000	1.20%	16,277	529
2018	12,432,000	-		12,432,000	1.67%	16,309	762
2019	12,053,000	-		12,053,000	1.58%	16,434	733
2020	12,650,000	-		12,650,000	1.63%	16,735	756

¹ Personal income and population are disclosed as part of the *Demographic and Economic Statistics*

TOWN OF TRUCKEE, CALIFORNIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2020

Fiscal Year 2020 Assessed Value: \$ 7,073,435,869

Governmental Unit:	Debt Outstanding	Estimated Percentage Applicable¹	Town's Share of Debt
Overlapping Tax and Assessment Debt			
Sierra Joint Community College District School Facilities Improvement District No. 1	\$ 24,850,973	31.014%	\$ 7,707,281
Tahoe-Truckee Joint Unified School District	1,425,000	29.525%	420,731
Tahoe-Truckee Joint Unified School District School Facilities Improvement District No. 1	102,254,957	29.525%	30,190,776
Tahoe Forest Hospital District	96,730,000	30.989%	29,975,660
Truckee-Donner Public Utilities District Community Facilities District	38,138,600	100%	38,138,600
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 106,433,048
Direct and Overlapping General Fund Debt			
Nevada County Certificates of Participation	\$ 31,829,323	34.316%	\$ 10,922,550
Nevada County Board of Education General Fund Obligations	929,442	34.316%	318,947
Sierra Joint Community College District Certificates of Participation	2,660,000	6.673%	177,502
Tahoe-Truckee Joint Unified School District Certificates of Participation	38,885,000	29.525%	11,480,796
<i>Town of Truckee General Fund Obligations</i>	12,650,000	100%	12,650,000
Truckee Donner Recreation and Park District Certificates of Participation	18,175,000	94.099%	17,102,493
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 52,652,288
Overlapping Tax Increment Debt (Successor Agency)	\$ 9,670,000	100%	\$ 9,670,000
TOTAL DIRECT DEBT			12,650,000
TOTAL OVERLAPPING DEBT			156,105,336
COMBINED TOTAL DEBT			\$ 168,755,336 ²

Ratios to Fiscal Year 2020 Assessed Valuation:

Total Overlapping Tax and Assessment Debt	1.50%
Total Direct Debt (\$8,497,000)	0.18%
Combined Total Debt	2.39%

Ratios to Redevelopment Incremental Valuation (\$282,618,891):

Total Overlapping Tax and Assessment Debt	3.42%
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Source: California Municipal Statistics

¹ The percentage of overlapping debt applicable to the Town is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the Town divided by the district's total taxable assessed value.

**TOWN OF TRUCKEE, CALIFORNIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Calendar Year	Population (1)	City Unemployment Rate (3)	Personal Income (In Thousands)	Per Capita Personal Income (2)	Median Age (4)	% Of Pop 25+ with		% of Pop 25+ with Bachelor's Degree or Higher (5)
						High School Diploma or Higher (5)		
2011	16,009	11.5%	\$ 520,708,734	\$ 32,526	37.8	96.5%		43.1%
2012	16,100	10.1%	577,845,100	35,891	38.1	96.9%		43.5%
2013	16,132	8.2%	597,819,656	37,058	37.8	93.8%		41.9%
2014	16,191	6.4%	600,961,347	37,117	37.5	93.5%		42.2%
2015	16,184	5.4%	654,060,176	40,414	38.0	92.5%		41.0%
2016	16,231	4.8%	688,827,409	42,439	38.1	90.7%		44.4%
2017	16,277	4.1%	714,527,746	43,898	38.1	91.8%		43.0%
2018	16,309	2.9%	745,419,154	45,706	37.6	91.1%		43.0%
2019	16,434	2.2%	760,565,520	46,280	40.5	90.8%		44.5%
2020	16,735	10%	774,746,825	46,295	38.9	91.9%		48.9%

Source: Avenu Insights & Analytics

Source: 2018 and Prior data provided by Town of Truckee

1.) Population Projections are provided by the California Department of Finance Projections.

2.) Income Data is provided by the United States Census Data and is adjusted for inflation.

3.) Unemployment and Total Employment Data are provided by the EDD's Bureau of Labor Statistics Department.

4.) Median Age reflects the U.S. Census data estimation table.

5.) % of population with HS diploma and bachelors degree reflects the US Census Bureau data.

TOWN OF TRUCKEE, CALIFORNIA
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR

Business Name	2020		2019	
	Number of Employees	Percent of Total Employment (%)	Number of Employees	Percent of Total Employment (%)
Tahoe Forest Hospital	1020	11.89%	577	5.59%
Tahoe Truckee Unified School District	285	3.32%	238	2.31%
Tahoe Donner Association	259	3.02%		
Northstar Lodge (Welk Resorts)*			180	1.74%
Safeway	150	1.75%	150	1.45%
Town of Truckee	129	1.50%	128	1.24%
Mountain Hardware & Truckee Rents	88	1.03%		
New Moon Natural Foods	80	0.93%		
Truckee Donner Public Utility District	70	0.82%	70	0.68%
Mark Tanner Construction			65	0.63%
Tahoe Truckee Sanitation Agency	51	0.59%		
Truckee-Donner Recreation & Park District	50	0.58%	31	0.30%
Save Mart			42	0.41%
Bar of America			22	0.21%
Total Top 10 Employers	2,182	25.43%	1,503	14.56%
Total City Labor Force (1)	8,580		10,320	

Results based on direct correspondence with city's local businesses.

2019 was the first year data was collected, therefore 2019 and 2020 are shown

*Count includes off-site employees who report to Truckee location

(1) Total City Labor Force provided by EDD Labor Force Data.

TOWN OF TRUCKEE, CALIFORNIA
 FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS

Full-time Equivalent Employees as of June 30										
By Function	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Admin Services	7.69	7.49	9.28	8.53	9.35	8.93	7.70	8.50	8.05	7.94
Animal Services	5.66	5.61	5.25	4.86	4.17	3.87	6.84	5.78	5.52	5.34
Building	8.51	9.49	8.44	8.12	7.77	5.36	4.69	4.40	3.95	2.92
Code Compliance	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10
Engineering	8.16	8.16	7.70	8.18	7.83	5.84	6.20	5.77	6.03	5.85
Facilities	5.77	5.65	5.29	5.19	3.80	3.23	3.44	2.90	2.80	2.75
Fleet Maintenance	6.47	6.47	6.18	5.18	5.18	5.43	6.08	6.08	6.08	6.20
Parking	2.20	2.01	2.05	1.58	1.75	1.65	2.01	2.40	2.80	2.78
Planning	7.82	8.32	7.45	7.99	6.65	5.65	5.15	5.11	5.01	5.95
Police	32.28	31.87	32.21	33.11	32.55	32.34	30.76	30.66	31.06	31.10
Road Maintenance	12.77	12.70	12.61	12.11	11.69	11.76	12.06	11.48	12.67	11.00
Snow Removal	12.19	12.27	11.87	11.06	11.30	11.06	11.06	11.46	13.38	13.61
Solid Waste	2.28	2.80	1.78	1.60	1.60	1.60	1.58	1.37	1.37	1.10
Town Attorney	0.99	0.90	0.90	0.85	0.85	0.85	0.00	0.75	0.95	0.95
Town Clerk	4.58	4.78	4.53	4.65	4.15	4.15	2.73	2.43	3.21	3.06
Town Manager	1.09	1.00	1.00	0.95	0.95	0.95	1.00	1.00	1.00	1.00
Transit	1.11	1.11	0.88	0.95	0.95	0.95	1.00	0.74	0.73	0.40
Successor Agency	0.35	0.80	0.80	1.16	1.15	1.15	1.30	1.41	0.00	0.00
Economic Development	1.99	1.30	1.40	0.95	0.95	0.95	0.00	0.00	0.00	0.00
Trails Maintenance	0.75	0.87	1.02	0.90	0.90	0.00	0.00	0.00	0.00	0.00
Brickelltown	0.32	0.32	0.52	0.48	0.00	0.00	0.00	0.00	0.00	0.00
Information Technology	4.44	3.44	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sustainability	0.90	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Grand Total	129.42	128.46	122.26	119.50	114.64	106.82	104.70	103.34	105.71	103.05

Source: Town of Truckee records

**TOWN OF TRUCKEE, CALIFORNIA
OPERATING INDICATORS
LAST TEN FISCAL YEARS**

	Fiscal Year										
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Public Safety: ¹											
Calls for service	13,948	14,839	13,828	15,924	13,780	14,605	15,598	13,360	13,337	13,552	
Arrests	371	487	469	437	394	425	577	427	502	479	
Parking Meter Revenue	\$ 706,331	\$ 851,678	\$ 826,943	\$ 730,620	\$ 638,097	\$ 557,488	\$ 528,577	\$ 504,085	\$ 422,251	\$ 369,210	\$ 348,108
Parking Citations Issued	1,909	1,855	1,861	1,129	1,385	1,293	1,337	2,263	2,797	3,886	
Volunteer in Policing (VIP) Hours Served	762	2,118	2,809	2,892	2,500	3,132	2,579	2,318	2,341	2,547	2,082
Animal Services: ²											
Animal Intakes		1,120	1,136	991	1,066	1,077	898	724	369	417	358
In-House Spay/Neuters ³		562	555	552	541	648	484	354	-	-	-
Animal Adoptions		603	605	634	600	607	443	401	206	277	183
Public Works											
Road Miles Maintained	158.49	158.49	158.30	157.73	157.73	155.11	155.11	154.22	153.74	153.62	154.62
Community Development:											
Residential Building Permits Issued ⁴	1,139	1,021	1,218	1,093	962	639	256	55			
Commercial Building Permits Issued ⁴	91	96	93	71	77	76	13	9			
Planning Projects Initiated	162	183	172	158	144	112	71	76	41	39	43
Transit:											
Total Passengers	28,492	24,226	19,118	18,111	22,201	25,051	21,869	24,295	27,233	24,745	15,755
Net Cost per Passenger to Town	\$ 51	\$ 50	\$ 59	\$ 48	\$ 50	\$ 29	\$ 32	\$ 28	\$ 23	\$ 26	\$ 40
Solid Waste:											
Residential Parcel Service Fee	\$ 362.37	\$ 360.40	\$ 338.89	\$ 292.86	\$ 286.40	\$ 277.54	\$ 263.48	\$ 252.82	\$ 221.12	\$ 200.62	\$ 194.96
Residential Parcels Serviced	12,498	12,140	12,040	11,828	11,644	11,627	11,560	11,509	11,470	11,446	11,429

Source: Town of Truckee and annual California State Controller's Office Transit Report

¹ Limited data tracking prior to fiscal 2011.

² 2020 data not available prior to publishing of financial statements.

³ In-House Spay Neuter program commenced in Fiscal Year 2013.

⁴ No data tracking prior to fiscal year 2013



